



Exploding The Phone

db885

www.explodingthephone.com

Bibliographic Cover Sheet

Title **FBI File 87-LA-40513 and others: Bernard Cornfeld, assorted charges**

Date 1975-02-00

Abstract Collection of FBI files regarding Bernard Cornfeld, mostly about his blue box bust. Files include 87-LA-40513, 62-NY-14624, 62-LA-7594, 196-LA-16, 196-LA-16A, 163-LA-3676.

Keywords Bernard Cornfeld; FBI; 87-LA-40513; 62-NY-14624; 62-LA-7594; 196-LA-16; 196-LA-16A; 163-LA-3676.

Notes See also db380, db381

Source FBI via FOIA

The following pages may contain copyrighted material. We believe that our use of this material for non-commercial educational and research purposes constitutes "fair use" under Section 107 of U.S. Copyright Law. If you wish to use this material for purposes that go beyond "fair use," you must obtain permission from the copyright owner, if any. While it will make us slightly sad to do so, we will nonetheless comply with requests from copyright owners who want their material removed from our web site.



U.S. Department of Justice

Federal Bureau of Investigation

Washington, D.C. 20535

June 30, 2008

Subject: CORNFELD, BERNARD

FOIPA No. 1067255- 000

The enclosed documents were reviewed under the Freedom of Information/Privacy Acts (FOIPA), Title 5, United States Code, Section 552/552a. Deletions have been made to protect information which is exempt from disclosure, with the appropriate exemptions noted on the page next to the excision. In addition, a deleted page information sheet was inserted in the file to indicate where pages were withheld entirely. The exemptions used to withhold information are marked below and explained on the enclosed Form OPCA-16a:

Section 552

Section 552a

- | | | |
|--|---|---------------------------------|
| <input checked="" type="checkbox"/> (b)(1) | <input type="checkbox"/> (b)(7)(A) | <input type="checkbox"/> (d)(5) |
| <input checked="" type="checkbox"/> (b)(2) | <input type="checkbox"/> (b)(7)(B) | <input type="checkbox"/> (j)(2) |
| <input checked="" type="checkbox"/> (b)(3) <u>Rule 6(e) FRCP</u> | <input checked="" type="checkbox"/> (b)(7)(C) | <input type="checkbox"/> (k)(1) |
| _____ | <input checked="" type="checkbox"/> (b)(7)(D) | <input type="checkbox"/> (k)(2) |
| _____ | <input checked="" type="checkbox"/> (b)(7)(E) | <input type="checkbox"/> (k)(3) |
| _____ | <input type="checkbox"/> (b)(7)(F) | <input type="checkbox"/> (k)(4) |
| <input type="checkbox"/> (b)(4) | <input type="checkbox"/> (b)(8) | <input type="checkbox"/> (k)(5) |
| <input checked="" type="checkbox"/> (b)(5) | <input type="checkbox"/> (b)(9) | <input type="checkbox"/> (k)(6) |
| <input checked="" type="checkbox"/> (b)(6) | | <input type="checkbox"/> (k)(7) |

1189 page(s) were reviewed and 658 page(s) are being released.

- ☐ Document(s) were located which originated with, or contained information concerning other Government agency(ies) [OGA]. This information has been:
 - ☐ referred to the OGA for review and direct response to you.
 - ☐ referred to the OGA for consultation. The FBI will correspond with you regarding this information when the consultation is finished.

☒ You have the right to appeal any denials in this release. Appeals should be directed in writing to the Director, Office of Information and Privacy, U.S. Department of Justice, 1425 New York Ave., NW, Suite 11050, Washington, D.C. 20530-0001 within sixty days from the date of this letter. The envelope and the letter should be clearly marked "Freedom of Information Appeal" or "Information Appeal." Please cite the FOIPA number assigned to your request so that it may be easily identified.

☐ The enclosed material is from the main investigative file(s) in which the subject(s) of your request was the focus of the investigation. Our search located additional references, in files relating to other individuals, or matters, which may or may not be about your subject(s). Our experience has shown, when ident, references usually contain information similar to the information processed in the main file(s). Because of our significant backlog, we have given priority to processing only the main investigative file(s). If you want the references, you must submit a separate request for them in writing, and they will be reviewed at a later date, as time and resources permit.

☒ See additional information which follows.

Sincerely yours,



David M. Hardy
Section Chief
Record/Information
Dissemination Section
Records Management Division

Enclosure(s)

Enclosed are FBI files NY 62-14624 (sections 1 and 2), LA 196-16 (sections 1, 2 and 3), LA 196-16A, LA 62-7594 and LA 163-3676.

The records and subject matter of interest to you are considered a series of related requests, and as such, are subject to aggregate fees as provided by Title 28, Code of Federal Regulations, Sections 16.11 and 16.49. Accordingly, there will be a copying charge of ten cents per page for duplication. At this time, we are requesting payment in the amount of \$65.80. Please make your check or money order made payable to the Federal Bureau of Investigation. To insure proper identification, please include a copy of this letter or FOIPA # 1067255 on your check or money order.

Please be advised that the following records, which may be responsive to your Freedom of Information-Privacy Acts (FOIPA) request, have been destroyed: NY 87-75490 (destroyed 08/02/1990), NY 163-1641 (destroyed 02/1988). The records destruction practices of the Federal Bureau of Investigation (FBI) are conducted in full compliance with Title 44, United States Code, Chapter 33 and the Code of Federal Regulations, Title 36, Chapter 12, Subpart 1228. The FBI Records Retention Plan and Disposition Schedules have been approved by the National Archives and Records Administration (NARA) in Washington, D.C.

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Serial Description ~ COVER SHEET

Total Deleted Page(s) ~ 161

Page 2 ~ Duplicate
Page 36 ~ Duplicate
Page 37 ~ Duplicate
Page 38 ~ Duplicate
Page 39 ~ Duplicate
Page 60 ~ b5
Page 61 ~ b5
Page 62 ~ b5
Page 63 ~ b5
Page 64 ~ b5
Page 65 ~ b5
Page 66 ~ b5
Page 67 ~ b5
Page 68 ~ b5
Page 69 ~ b5
Page 70 ~ b5
Page 71 ~ b5
Page 72 ~ b5
Page 73 ~ b5
Page 74 ~ b5
Page 75 ~ b5
Page 76 ~ b5
Page 77 ~ b5
Page 78 ~ b5
Page 83 ~ Duplicate
Page 84 ~ Duplicate
Page 96 ~ Duplicate
Page 97 ~ Duplicate
Page 98 ~ Duplicate
Page 99 ~ Duplicate
Page 100 ~ Duplicate
Page 101 ~ Duplicate
Page 102 ~ Duplicate
Page 103 ~ Duplicate
Page 104 ~ Duplicate
Page 105 ~ Duplicate
Page 106 ~ Duplicate
Page 107 ~ Duplicate
Page 108 ~ Duplicate
Page 109 ~ Duplicate
Page 110 ~ Duplicate
Page 111 ~ Duplicate
Page 112 ~ Duplicate
Page 113 ~ Duplicate

Order may be:
(1) 87-LA-40513
(2) 196-LA-16

see note on
9/12/77

196-16-2

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 114 ~ Duplicate
Page 118 ~ b3, b6, b7C
Page 119 ~ b3, b6, b7C
Page 120 ~ b3, b6, b7C
Page 121 ~ b3, b6, b7C
Page 122 ~ b3, b6, b7C
Page 123 ~ b3, b6, b7C
Page 124 ~ b3, b6, b7C
Page 125 ~ b3, b6, b7C
Page 126 ~ b3, b6, b7C
Page 127 ~ b3, b6, b7C
Page 128 ~ b3, b6, b7C
Page 129 ~ b5
Page 170 ~ b3, b6, b7C
Page 171 ~ b3, b6, b7C
Page 172 ~ b3, b6, b7C
Page 173 ~ b3, b6, b7C
Page 174 ~ b3, b6, b7C
Page 175 ~ b3, b6, b7C
Page 176 ~ b3, b6, b7C
Page 177 ~ b3, b6, b7C
Page 178 ~ b3, b6, b7C
Page 181 ~ b3, b6, b7C
Page 182 ~ b3, b6, b7C
Page 183 ~ b3, b6, b7C
Page 184 ~ b3, b6, b7C
Page 194 ~ b3, b6, b7C
Page 195 ~ b3, b6, b7C
Page 196 ~ b3, b6, b7C
Page 197 ~ b3, b6, b7C
Page 198 ~ b3, b6, b7C
Page 199 ~ b3, b6, b7C
Page 200 ~ b3, b6, b7C
Page 201 ~ b3, b6, b7C
Page 202 ~ b3, b6, b7C
Page 203 ~ b3, b6, b7C
Page 204 ~ b3, b6, b7C
Page 205 ~ b3, b6, b7C
Page 207 ~ Duplicate
Page 208 ~ Duplicate
Page 209 ~ Duplicate
Page 210 ~ Duplicate
Page 211 ~ Duplicate
Page 212 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 213 ~ Duplicate
Page 214 ~ Duplicate
Page 215 ~ Duplicate
Page 216 ~ Duplicate
Page 217 ~ Duplicate
Page 218 ~ Duplicate
Page 219 ~ Duplicate
Page 220 ~ Duplicate
Page 221 ~ Duplicate
Page 222 ~ Duplicate
Page 223 ~ Duplicate
Page 224 ~ b6, b7C, b7E
Page 225 ~ b6, b7C, b7E
Page 226 ~ Duplicate
Page 227 ~ Duplicate
Page 228 ~ Duplicate
Page 229 ~ Duplicate
Page 230 ~ Duplicate
Page 231 ~ Duplicate
Page 232 ~ Duplicate
Page 233 ~ Duplicate
Page 234 ~ Duplicate
Page 235 ~ Duplicate
Page 236 ~ Duplicate
Page 237 ~ Duplicate
Page 238 ~ Duplicate
Page 239 ~ Duplicate
Page 240 ~ Duplicate
Page 241 ~ Duplicate
Page 242 ~ b6, b7C
Page 243 ~ Duplicate
Page 244 ~ Duplicate
Page 245 ~ Duplicate
Page 246 ~ Duplicate
Page 247 ~ Duplicate
Page 249 ~ Duplicate
Page 250 ~ Duplicate
Page 251 ~ Duplicate
Page 252 ~ Duplicate
Page 253 ~ Duplicate
Page 254 ~ Duplicate
Page 255 ~ Duplicate
Page 256 ~ Duplicate
Page 257 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 259 ~ Duplicate
Page 260 ~ Duplicate
Page 261 ~ Duplicate
Page 262 ~ Duplicate
Page 264 ~ b5
Page 265 ~ b5
Page 266 ~ b5
Page 267 ~ b5
Page 268 ~ Duplicate
Page 269 ~ Duplicate
Page 270 ~ Duplicate
Page 271 ~ Duplicate
Page 272 ~ Duplicate
Page 273 ~ Duplicate
Page 274 ~ Duplicate
Page 275 ~ Duplicate
Page 276 ~ Duplicate
Page 277 ~ Duplicate
Page 278 ~ Duplicate
Page 279 ~ Duplicate
Page 280 ~ Duplicate
Page 281 ~ Duplicate
Page 282 ~ Duplicate
Page 283 ~ Duplicate
Page 284 ~ Duplicate
Page 285 ~ Duplicate
Page 286 ~ Duplicate
Page 287 ~ Duplicate
Page 288 ~ b5

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Serial Description ~ COVER SHEET

Total Deleted Page(s) ~ 158

Page 8 ~ b3, b6, b7C

Page 9 ~ b3, b6, b7C

Page 35 ~ b6, b7C

Page 36 ~ b6, b7C

Page 37 ~ b6, b7C

Page 38 ~ b6, b7C

Page 39 ~ b6, b7C

Page 40 ~ b6, b7C

Page 41 ~ b6, b7C

Page 42 ~ b6, b7C

Page 43 ~ b6, b7C

Page 44 ~ b6, b7C

Page 45 ~ b6, b7C

Page 46 ~ b6, b7C

Page 47 ~ b6, b7C

Page 48 ~ b6, b7C

Page 49 ~ b6, b7C

Page 50 ~ b6, b7C

Page 51 ~ b6, b7C

Page 52 ~ b6, b7C

Page 53 ~ b6, b7C

Page 54 ~ b6, b7C

Page 55 ~ b6, b7C

Page 56 ~ b6, b7C

Page 57 ~ b6, b7C

Page 58 ~ b6, b7C

Page 59 ~ b6, b7C

Page 60 ~ b6, b7C

Page 102 ~ b3, b6, b7C

Page 104 ~ b2, b6, b7C, b7D

Page 105 ~ b2, b6, b7C, b7D

Page 106 ~ b2, b6, b7C, b7D

Page 142 ~ b2, b6, b7C, b7D

Page 143 ~ b2, b6, b7C, b7D

Page 144 ~ b2, b6, b7C, b7D

Page 145 ~ b2, b6, b7C, b7D

Page 146 ~ b2, b6, b7C, b7D

Page 226 ~ b5

Page 227 ~ b5

Page 228 ~ b5

Page 229 ~ b5

Page 230 ~ b5

Page 234 ~ Duplicate

Page 235 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 237 ~ Duplicate
Page 238 ~ Duplicate
Page 239 ~ Duplicate
Page 240 ~ Duplicate
Page 241 ~ Duplicate
Page 242 ~ Duplicate
Page 243 ~ Duplicate
Page 244 ~ Duplicate
Page 245 ~ Duplicate
Page 246 ~ Duplicate
Page 247 ~ Duplicate
Page 248 ~ Duplicate
Page 249 ~ Duplicate
Page 250 ~ Duplicate
Page 251 ~ Duplicate
Page 252 ~ Duplicate
Page 253 ~ Duplicate
Page 254 ~ Duplicate
Page 255 ~ Duplicate
Page 256 ~ Duplicate
Page 260 ~ Duplicate
Page 261 ~ Duplicate
Page 262 ~ Duplicate
Page 263 ~ Duplicate
Page 264 ~ Duplicate
Page 265 ~ Duplicate
Page 266 ~ Duplicate
Page 267 ~ Duplicate
Page 268 ~ Duplicate
Page 269 ~ Duplicate
Page 272 ~ Duplicate
Page 273 ~ Duplicate
Page 274 ~ Duplicate
Page 275 ~ Duplicate
Page 276 ~ Duplicate
Page 277 ~ Duplicate
Page 278 ~ Duplicate
Page 279 ~ Duplicate
Page 280 ~ Duplicate
Page 281 ~ Duplicate
Page 282 ~ Duplicate
Page 283 ~ Duplicate
Page 284 ~ Duplicate
Page 285 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 286 ~ Duplicate
Page 287 ~ Duplicate
Page 288 ~ Duplicate
Page 289 ~ Duplicate
Page 290 ~ Duplicate
Page 291 ~ Duplicate
Page 292 ~ Duplicate
Page 293 ~ Duplicate
Page 294 ~ Duplicate
Page 295 ~ Duplicate
Page 296 ~ Duplicate
Page 297 ~ Duplicate
Page 298 ~ Duplicate
Page 299 ~ Duplicate
Page 300 ~ Duplicate
Page 301 ~ Duplicate
Page 302 ~ Duplicate
Page 303 ~ Duplicate
Page 304 ~ Duplicate
Page 305 ~ Duplicate
Page 306 ~ Duplicate
Page 307 ~ Duplicate
Page 308 ~ Duplicate
Page 309 ~ Duplicate
Page 310 ~ Duplicate
Page 311 ~ Duplicate
Page 312 ~ Duplicate
Page 313 ~ Duplicate
Page 314 ~ Duplicate
Page 315 ~ Duplicate
Page 316 ~ Duplicate
Page 317 ~ Duplicate
Page 318 ~ Duplicate
Page 319 ~ Duplicate
Page 320 ~ Duplicate
Page 321 ~ Duplicate
Page 322 ~ Duplicate
Page 323 ~ Duplicate
Page 324 ~ Duplicate
Page 325 ~ Duplicate
Page 326 ~ Duplicate
Page 327 ~ Duplicate
Page 328 ~ Duplicate
Page 329 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 330 ~ Duplicate
Page 331 ~ Duplicate
Page 332 ~ Duplicate
Page 376 ~ b1
Page 377 ~ b1
Page 390 ~ b6, b7C
Page 392 ~ b5, b6, b7C
Page 397 ~ Duplicate
Page 398 ~ Duplicate
Page 399 ~ Duplicate
Page 400 ~ Duplicate
Page 401 ~ Duplicate
Page 402 ~ Duplicate
Page 403 ~ Duplicate
Page 404 ~ Duplicate
Page 405 ~ Duplicate
Page 406 ~ Duplicate
Page 407 ~ Duplicate
Page 408 ~ Duplicate
Page 409 ~ Duplicate
Page 446 ~ b2, b6, b7C, b7D
Page 462 ~ Duplicate
Page 463 ~ Duplicate
Page 464 ~ Duplicate
Page 465 ~ Duplicate
Page 466 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Serial Description ~ COVER SHEET

Total Deleted Page(s) ~ 57

Page 45 ~ Duplicate
Page 46 ~ Duplicate
Page 47 ~ Duplicate
Page 48 ~ Duplicate
Page 49 ~ Duplicate
Page 50 ~ Duplicate
Page 51 ~ Duplicate
Page 52 ~ Duplicate
Page 53 ~ Duplicate
Page 54 ~ Duplicate
Page 55 ~ Duplicate
Page 56 ~ Duplicate
Page 57 ~ Duplicate
Page 59 ~ Duplicate
Page 60 ~ Duplicate
Page 61 ~ Duplicate
Page 62 ~ Duplicate
Page 63 ~ Duplicate
Page 64 ~ Duplicate
Page 65 ~ Duplicate
Page 66 ~ Duplicate
Page 67 ~ Duplicate
Page 68 ~ Duplicate
Page 69 ~ Duplicate
Page 70 ~ Duplicate
Page 71 ~ Duplicate
Page 72 ~ Duplicate
Page 73 ~ Duplicate
Page 74 ~ Duplicate
Page 75 ~ Duplicate
Page 76 ~ Duplicate
Page 77 ~ Duplicate
Page 78 ~ Duplicate
Page 79 ~ Duplicate
Page 80 ~ Duplicate
Page 81 ~ Duplicate
Page 82 ~ Duplicate
Page 83 ~ Duplicate
Page 84 ~ Duplicate
Page 85 ~ Duplicate
Page 86 ~ Duplicate
Page 135 ~ b2, b6, b7C, b7D
Page 136 ~ b2, b6, b7C, b7D
Page 137 ~ b2, b6, b7C, b7D

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 138 ~ b2, b6, b7C, b7D
Page 145 ~ Duplicate
Page 146 ~ Duplicate
Page 158 ~ b2, b6, b7C, b7D
Page 166 ~ b2, b6, b7C, b7D
Page 167 ~ b6, b7C
Page 168 ~ b6, b7C
Page 169 ~ b6, b7C
Page 170 ~ b6, b7C
Page 171 ~ b6, b7C
Page 172 ~ b6, b7C
Page 173 ~ b6, b7C
Page 174 ~ b6, b7C

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Serial Description ~ COVER SHEET

Total Deleted Page(s) ~ 6

Page 43 ~ b6, b7C
Page 44 ~ b6, b7C
Page 47 ~ b6, b7C
Page 48 ~ b6, b7C
Page 49 ~ b6, b7C
Page 50 ~ b6, b7C

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Serial Description ~ COVER SHEET

Total Deleted Page(s) ~ 138

Page 9 ~ b6, b7C
Page 15 ~ b6, b7C
Page 26 ~ Duplicate
Page 27 ~ Duplicate
Page 28 ~ Duplicate
Page 29 ~ Duplicate
Page 30 ~ Duplicate
Page 32 ~ Duplicate
Page 44 ~ Duplicate
Page 45 ~ Duplicate
Page 47 ~ Duplicate
Page 48 ~ Duplicate
Page 93 ~ Referral/Direct
Page 94 ~ Referral/Direct
Page 95 ~ Referral/Direct
Page 96 ~ Referral/Direct
Page 97 ~ Referral/Direct
Page 101 ~ Duplicate
Page 102 ~ Duplicate
Page 103 ~ Duplicate
Page 127 ~ Duplicate
Page 144 ~ Duplicate
Page 145 ~ Duplicate
Page 146 ~ Duplicate
Page 147 ~ Duplicate
Page 148 ~ Duplicate
Page 149 ~ Duplicate
Page 150 ~ Duplicate
Page 151 ~ Duplicate
Page 152 ~ Duplicate
Page 153 ~ Duplicate
Page 154 ~ Duplicate
Page 155 ~ Duplicate
Page 156 ~ Duplicate
Page 157 ~ Duplicate
Page 158 ~ Duplicate
Page 159 ~ Duplicate
Page 160 ~ Duplicate
Page 161 ~ Duplicate
Page 162 ~ Duplicate
Page 163 ~ Duplicate
Page 164 ~ Duplicate
Page 165 ~ Duplicate
Page 166 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 167 ~ Duplicate
Page 168 ~ Duplicate
Page 169 ~ Duplicate
Page 170 ~ Duplicate
Page 171 ~ Duplicate
Page 172 ~ Duplicate
Page 173 ~ Duplicate
Page 174 ~ Duplicate
Page 175 ~ Duplicate
Page 176 ~ Duplicate
Page 177 ~ Duplicate
Page 178 ~ Duplicate
Page 179 ~ Duplicate
Page 180 ~ Duplicate
Page 181 ~ Duplicate
Page 182 ~ Duplicate
Page 183 ~ Duplicate
Page 184 ~ Duplicate
Page 185 ~ Duplicate
Page 186 ~ Duplicate
Page 187 ~ Duplicate
Page 188 ~ Duplicate
Page 189 ~ Duplicate
Page 190 ~ Duplicate
Page 191 ~ Duplicate
Page 192 ~ Duplicate
Page 193 ~ Duplicate
Page 194 ~ Duplicate
Page 195 ~ Duplicate
Page 196 ~ Duplicate
Page 197 ~ Duplicate
Page 198 ~ Duplicate
Page 199 ~ Duplicate
Page 200 ~ Duplicate
Page 201 ~ Duplicate
Page 202 ~ Duplicate
Page 203 ~ Duplicate
Page 204 ~ Duplicate
Page 205 ~ Duplicate
Page 206 ~ Duplicate
Page 207 ~ Duplicate
Page 208 ~ Duplicate
Page 209 ~ Duplicate
Page 210 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 211 ~ Duplicate
Page 212 ~ Duplicate
Page 213 ~ Duplicate
Page 214 ~ Duplicate
Page 215 ~ Duplicate
Page 216 ~ Duplicate
Page 217 ~ Duplicate
Page 218 ~ Duplicate
Page 219 ~ Duplicate
Page 220 ~ Duplicate
Page 221 ~ Duplicate
Page 222 ~ Duplicate
Page 223 ~ Duplicate
Page 224 ~ Duplicate
Page 225 ~ Duplicate
Page 226 ~ Duplicate
Page 227 ~ Duplicate
Page 228 ~ Duplicate
Page 229 ~ Duplicate
Page 230 ~ Duplicate
Page 231 ~ Duplicate
Page 232 ~ Duplicate
Page 233 ~ Duplicate
Page 234 ~ Duplicate
Page 235 ~ Duplicate
Page 236 ~ Duplicate
Page 237 ~ Duplicate
Page 238 ~ Duplicate
Page 239 ~ Duplicate
Page 240 ~ Duplicate
Page 241 ~ Duplicate
Page 242 ~ Duplicate
Page 243 ~ Duplicate
Page 244 ~ Duplicate
Page 245 ~ Duplicate
Page 246 ~ Duplicate
Page 247 ~ Duplicate
Page 248 ~ Duplicate
Page 249 ~ Duplicate
Page 250 ~ Duplicate
Page 251 ~ Duplicate
Page 252 ~ Duplicate
Page 253 ~ Duplicate
Page 254 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

Page 255 ~ Duplicate
Page 256 ~ Duplicate
Page 257 ~ Duplicate
Page 258 ~ Duplicate
Page 259 ~ Duplicate
Page 260 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

FEDERAL BUREAU OF INVESTIGATION
FOIPA
DELETED PAGE INFORMATION SHEET

Serial Description ~ COVER SHEET

Total Deleted Page(s) ~ 11

Page 3 ~ Duplicate
Page 4 ~ Duplicate
Page 5 ~ Duplicate
Page 6 ~ Duplicate
Page 7 ~ Duplicate
Page 8 ~ Duplicate
Page 9 ~ Duplicate
Page 10 ~ Duplicate
Page 11 ~ Duplicate
Page 12 ~ Duplicate
Page 13 ~ Duplicate

XXXXXXXXXXXXXXXXXXXXXXXXXXXXX
X Deleted Page(s) X
X No Duplication Fee X
X for this Page X
XXXXXXXXXXXXXXXXXXXXXXXXXXXXX

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (163-NEW)

DATE: 8/22/79

FROM : SA [REDACTED] *RF*

SUBJECT: BERNARD CORNFELD, dba
IOS
FOREIGN POLICE COOPERATION
OO: Bureau

Re telephone conversation between LAWRENCE W. CHAMBLEE, Departmental Attorney, U. S. Department of Justice, Washington, D.C., and SA [REDACTED] on 8/22/79.

LAWRENCE CHAMBLEE, Departmental Attorney, International Affairs, U. S. Department of Justice, Washington, D.C., advised SA [REDACTED] that [REDACTED] Geneva, Switzerland, has requested the assistance of the FBI at Los Angeles in gathering specific information for the pending prosecution of BERNARD CORNFELD at Geneva, Switzerland, on or about September 1979.

Departmental Attorney CHAMBLEE stated that [REDACTED] requests certified copies of real estate records related to ownership of the Beverly Hills home of BERNARD CORNFELD and its value. He also advised that if this home is owned by a California corporation, that certified copies of the Articles of Incorporation also be obtained for that corporation.

Departmental Attorney CHAMBLEE stated that he will be on leave until after 9/1/79, and that any questions or information which can be provided in the interim be given to JOHN HARRIS, Departmental Attorney, International Affairs, U. S. Department of Justice, Washington, D.C., telephone FTS 724-7604.



5010-110

rhc/dga
(2) *dyf*

OO: Bu

- 1* -

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

b6
b7c

163-3626-1
RF



In Reply, Please Refer to
File No.

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION
11000 Wilshire Boulevard
Los Angeles, California 90024
September 18, 1979

BERNARD CORNFELD

The following certified copies of documentation were provided Special Clerks of the Federal Bureau of Investigation at Los Angeles, California, through public records maintained by public agencies:

- 1 One certified copy of the Grant deed for lot three of Tract number 18463, located in the city of Beverly Hills, California, and granted to Grayhall Incorporated, signed [redacted] and dated 3/8/71.
- 2 One certified copy of the local assessment roll of property in the County of Los Angeles, California, for year 1979, Volume 17, Page 2422, which includes the property of Grayhall Incorporated.
- 3 One certified copy of the articles of incorporation of Grayhall Incorporated, dated 3/8/71.

b6
b7C

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date 9/18/79

TO: DIRECTOR, FBI
 FROM: SAC, LOS ANGELES (163-3676)(23)(RUC)
 RE: BERNARD CORNFELD,
 dba I.O.S.,
 FOREIGN POLICE COOPERATION
 OO: Bureau

Re telephone conversation between LAWRENCE W. SHAMBLEE, Departmental Attorney, International Affairs, United States Department of Justice, Washington, D.C., and Bureau agent on 8/22/79.

Enclosed for the Bureau are six copies of a letter-head memorandum (LHM) reflecting investigation conducted at Los Angeles, regarding subject. Also enclosed are the following certified copies:

1

One certified copy of the Grant deed for lot three of tract number 18463, located in the city of Beverly Hills, California, and granted to Grayhall Incorporated, signed [redacted] and dated 3/8/71.

2 - Bureau (Enc. 9)
 0W - Los Angeles

rhc/rmt
 (3)

OFFICE COPY

File Stripped

Initials *llh*Date MAR 19 1980163-3676-3
SEARCHED —

INDEXED —

SERIALIZED *llh*FILED *llh*

DAB 6

Approved: _____ Transmitted _____ Per _____
 (Number) (Time)

b6
 b7C

LA 163-3676

- 2 One certified copy of the local assessment roll of property in the County of Los Angeles, California, for year 1979, Volume 17, Page 2422, which includes the property of Grayhall Incorporated.
- 3 One certified copy of the articles of incorporation of Grayhall Incorporated, dated 3/8/71.

LAWRENCE SHAMBLEE, Departmental Attorney, International Affairs, United States Department of Justice, Washington, D.C., advised Bureau agent that [REDACTED] Geneva, Switzerland, has requested the assistance of the FBI at Los Angeles in gathering specific information for the pending prosecution of BERNARD CORNFELD at Geneva, Switzerland, on or about September, 1979.

Departmental Attorney SHAMBLEE stated that [REDACTED] [REDACTED] requests certified copies of real estate records related to the ownership of the Beverly Hills home of BERNARD CORNFELD and its value. He also advised that if the home is owned by a California corporation, that certified copies of the articles of the corporation also be obtained for that corporation.

That information for which certified copies are being forwarded is public record information.

b6
b7C

Field File No. LA 196-16-1030

b6
b7C

OO and File No. _____

Date Received 9-13-78

From BEVERLY HILLS PD
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

By _____
(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes Receipt Given ☐ Yes
☒ No ☒ No

Description:

RECEIPT FOR ITEMS
DESCRIBED ON 1 B 11
AND 1 B 10

CP
9-25-78

Date

2-3-75

Title and Character of Case

BERNARD CORNFELD;
ET AL
ITSP - FBW

b6
b7c

Date Property Acquired

Source From Which Property Acquired

2-3-75

Telephone

Location of Property or Bulky Exhibit

Reason for Retention of Property and Efforts Made to Dispose of Same

Bulky Exhibit Room

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by

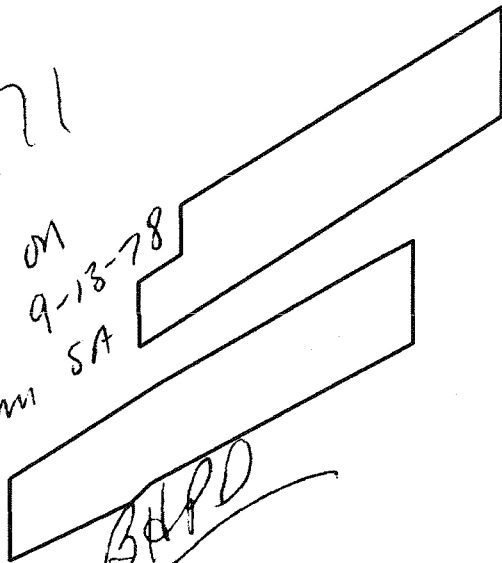
1. 2 - blue boxes obtained from residence

2. 7 photographs taken of residence

3. Misc. papers obtained from residence

INQUIRY 9-13-78
GENERAL TEL, SANTA
MONICA, CALIF. REVEALS
ITEMS 1, 2 + 3,
ORIGINALLY OBTAINED
FROM BEVERLY HILLS
PD
BEP
9-13-78

Shelf H
RECEIVED ON
9-13-78
FMM SA



BHPD

87-40513-11310

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 3 1975	
FBI - LOS ANGELES	

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

Field File #

87-40513-11310

Date 2-4-75

Title and Character of Case

**BERNARD CORNFELD;
ET AL
ITSP - FBW**

Date Property Acquired

2-4-75

Source From Which Property Acquired

BHPD

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

1. 58 photographs of residence
2. One blue box

Handwritten: 71
RECEIVED ON 9-13-78
FROM SA

Handwritten: BHPD

87-40513-11311

SEARCHED	INDEXED
SERIALIZED <i>SK</i>	FILED <i>SK</i>
FEB 4 1975	
FBI - LOS ANGELES	

Handwritten: 1788

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

Field File # **87-40513-1B11**

Field File No. LA 196-16-1a31
OO and File No. LA
Date Received 3-5-79
From
(ADDRESS OF CONTRIBUTOR)
LA
(CITY AND STATE)
By
(NAME OF SPECIAL AGENT)

To Be Returned ☐ YesReceipt Given ☐ Yes☒ No☒ No

Description:

RECEIPT FOR EVIDENCE
RETURNED TO CORNFELD'S
ATTORNEY 3-5-79

3/5/79 MS



In Reply, Please Refer to
File No.

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION
11000 Wilshire Boulevard
Los Angeles, California 90024
December 15, 1978

196-116-1a31
RE: Bernard Cornfeld

[Redacted]
Los Angeles, California

Dear [Redacted]:

b6
b7C

This letter is to confirm your telephone conversation with Special Agent [Redacted] of this office on October 20, 1978.

The office of the United States Attorney Los Angeles, California, has authorized the return of the following miscellaneous personal items removed from the Cornfeld residence on January 28, 1975, pursuant to a search warrant executed that date by the FBI:

- ✓1. Personal social telephone directory. (RECORD PLATE # 838)
- ✓2. Rolodex, Model number 2254.
- ✓3. Blue vinyl telephone directory.
- ✓4. Brown vinyl executive log for year 1972.
- ✓5. Brown cloth-covered telephone directory.
- ✓6. 1975 Daily Planner.
- ✓7. Black vinyl telephone directory with insignia "The Fund of Funds".
- ✓8. IOS note pad.
- ✓9. Brown leather telephone directory with [Redacted] printed in gold on front cover.

THE LAW OFFICES OF

[Redacted]

ATTORNEY AT LAW

[Redacted]

[Redacted]
LOS ANGELES, CALIFORNIA 90067

- ✓10. Gray telephone directory of [] in red leather cover.
- ✓11. Rolodex cards and two dividers removed from rolodex.
- ✓12. Envelope with seal of Grayhall Incorporated 1971.
- ✓13. One (grey in color) American Tourister attache case.
- ✓14. One wooden music box.

✓15. *LONDON DIALLING INSTRUCTIONS AND CALL CHARGES*
The above items may be claimed by Mr. Cornfeld or his authorized representative and Special Agent [] of this office may be contacted to arrange an appointment for return of the items in question.

Your cooperation in this matter will be sincerely appreciated.

Very truly yours,

TED L. GUNDERSON
Special Agent in Charge

By:

[]
Supervisory Special Agent

Received on 3/4/79 the above items

1-15.

[]
Attorney for Bernard Cornfeld.


Field File No. 196-16-1a32OO and File No. 196-16Date Received —From _____
(NAME OF CONTRIBUTOR)_____
(ADDRESS OF CONTRIBUTOR)By _____
(CITY AND STATE)
(NAME OF SPECIAL AGENT)To Be Returned ☐ Yes☒ NoReceipt Given ☐ Yes☒ No

Description:

AGENTS NOTES3/7/79 (WS)

196-16-1a32


- ✓ (1) Telephone directory, 8-1/2" x 6-1/2" with brown covers and "Social" written on piece of tape on front cover
 - ✓ (2) Rolodex, Model No. 2254
 - ✓ (3) Blue vinyl telephone directory, 11" x 5"
 - ✓ (4) ^{BROWN VINYL} Executive log for year 1972
 - ✓ (5) Brown cloth-covered telephone directory, 5-1/2" x 4-1/2"
 - ✓ (6) 1975 Daily Planner
 - ✓ (7) Black vinyl telephone directory, 5" x 3", with insignia "The Fund of Funds"
 - ✓ (8) IOS note pad, 7-1/2" x 4-1/2"
 - ✓ (9) Brown leather telephone directory, 8-1/2" x 6", with [] printed in gold on front cover
 - ✓ (10) Gray telephone directory of [] in red leather binder, 5-1/2" x 3-1/2" (IOS)
 - ✓ (11) Rolodex cards and two dividers removed from rolodex
 - (12) ENVELOPE WITH SEAL OF GRAYHALL INCORPORATED
1971
-
- ~~RE~~
- (13) ONE (GREY IN COLOR) AMERICAN TOURISTER ATTACHE CASE
 - (14) ONE WOODEN MUSIC BOX

On 10/30/78 SA 

FBI, LA., RECEIVED FROM MICHAEL SHAFFNER, OFFICE
OF US ATTORNEY, THE FOLLOWING ITEMS FROM THE
CORNFELD CASE:
(CR75-883)

- ① ONE RED (IN COLOR) BOOK "BLUE BOX
PHONE BOOK"
- ② ONE BLUE (IN COLOR) BOOK "BLUE BOX
MANUEL"
- ③ ONE BOOK "DIALING INSTRUCTIONS
AND CALL CHARGES" SUBSCRIBER TRUNK
DIALING, 1973.
- ④ 2 Reel to Reel TAPES. AMPLEX #641
- ⑤ 3 CASSETTE TAPES AMPLEX #370
 - ① GJ EX#16
 - ② GJ 17A LONDON CALL
 - ③ GJ 16A GENEVA CALL

b6
b7c


SA FBI, LA, CALIF
10/30/78

R E C E I P T

I hereby acknowledge receipt of the following items which were seized on November 28, 1975, pursuant to a search warrant, by agents of the Federal Bureau of Investigation from the residence located at 1100 Carolyn Way, Beverly Hills, California:

- ✓ (1) Telephone directory, 8-1/2" x 6-1/2" with brown covers and "Social" written on piece of tape on front cover
- ✓ (2) Rolodex, Model No. 2254
- ✓ (3) Blue vinyl telephone directory, 11" x 5"
- ✓ (4) ^{Brown VINYL} Executive log for year 1972
- ✓ (5) Brown cloth-covered telephone directory, 5-1/2" x 4-1/2"
- ✓ (6) 1975 Daily Planner
- ✓ (7) Black vinyl telephone directory, 5" x 3", with insignia "The Fund of Funds"
- ✓ (8) IOS note pad, 7-1/2" x 4-1/2"
- ✓ (9) Brown leather telephone directory, 8-1/2" x 6", with [] printed in gold on front cover
- ✓ (10) Gray telephone directory of [] in red leather binder, 5-1/2" x 3-1/2" (IOS)
- ✓ (11) Rolodex cards and two dividers removed from rolodex
- (12) ENVELOPE WITH SEAL OF GRAYHALL INCORPORATED 1971

b6
b7C

DATE _____

9-21-78 *[Signature]*

UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA

U.S.A.

Plaintiff

CASE NUMBER

CR-75-883-WMB

vs.

RECEIPT FOR PERMANENT
RELEASE OF EXHIBITS

BERNARD CORNFELD

Defendant

The undersigned hereby acknowledges receipt of the exhibits
listed below for the following reason: TERMINATION OF CASE-----

(Case dismissed; case settled; found not guilty, etc.)

PLTF.	DEFT.	DESCRIPTION OF EXHIBITS
Exhibits	Exhibits	
X		<i>blue box</i> exhibits 14, 14-A, 15, <i>wooden box</i>
X		exhibit no. 16 (one grey briefcase)

Field File No. 196-16-k33
OO and File No. LA 196-16
Date Received 3/7/79
From [REDACTED]
(NAME OF CONTRIBUTOR)
PACIFIC TELEPHONE
(ADDRESS OF CONTRIBUTOR)
1010 WILSHIRE BLVD
(CITY AND STATE)
By [REDACTED]
(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes ☒ No
Receipt Given ☒ Yes ☐ No

Description:

RECEIPT FOR BLACK
BOX (2) MD TAPES

3/7/79 GVS

196-16-1a33

The following items were received from SA

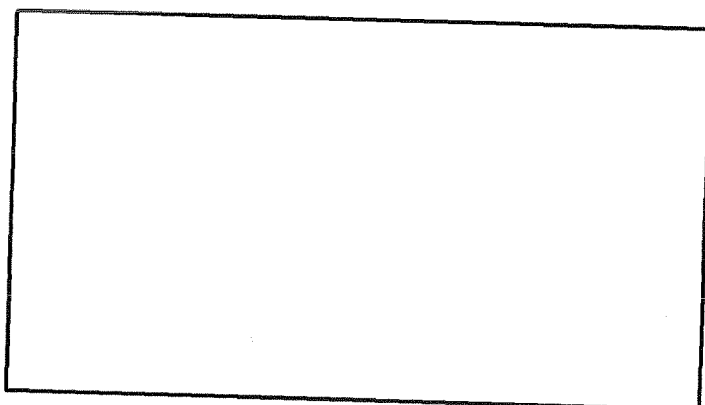
FBI, LOS ANGELES, CALIF., on 3/7/79 :

2 black box devices

2 reel to reel tapes (64 #1 + 64 #2)

3 cassette tapes

Signed



Date

1-29-75

Title and Character of Case

BERNARD CORNFELD;

ET AL

ITSP; FBW
OO:LA

b6
b7C

Date Property Acquired

1-28-75

Source From Which Property Acquired

Search Warrant

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

1. One blue spiral notebook titled "Individual Record of Incoming and Outgoing Telephone Calls".
- ✓ 2. One brown address and telephone book titled "Executive Log 1972."

RETURNED
TO CORNFELD'S
ATTORNEY 3/5/79
RECEIVED in file
DUE TO
USA -
bulky

87-40513-1B1

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 29 1975	
FBI - LOS ANGELES	

Rion

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75

R 5/8/78 DK

4/2/77

R 8-10-77 LLM

Field File # 87-40513-1B1

Date

1-28-75

Title and Character of Case

BERNARD CORNFELD, ET AL
ITSP - FBW

Date Property Acquired

1-28-75

Source From Which Property Acquired

aka

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

✓ Brown leather address book personally handed to SA
by

RETURNED
TO CORNFELD'S
ATTORNEY 3/5/79
RECEIPT in file

USA 6-7-76
Bulky

87-40513-1B2

SEARCHED	INDEXED
SERIALIZED <i>SK</i>	FILED <i>SK</i>
JAN 28 1975	
FBI - LOS ANGELES	

1/22/75

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75 *R 5/8/78 OK*
4/7/77
R-8-10-77 JLM

Field File # 87-40513-1B2

Date

1-28-75

Title and Character of Case

BERNARD CORNFELD;
ET AL
ITSP - FBW

Date Property Acquired

1-28-75

Source From Which Property Acquired

Photo Lab

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

Photos taken at search of 1100 Carolyn Way, Beverly Hills. ✓

USA
DESTROYED
BEO

TO USA
6-7-76

87-40513-1B3

SEARCHED	INDEXED
SERIALIZED SK	FILED SK
JAN 28 1975	
FBI - LOS ANGELES	

mm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

4/8/75 R 5/8/78 D/K
4/7/77 mm
R 8-10-77 mm

Field File # 87-40513-1B3

Date

1-28-75

Title and Character of Case

BERNARD CORNFELD;
ET AL
ITSP - FBW

Date Property Acquired

1-28-75

Source From Which Property Acquired

PT&T

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

2 copies of 2 tapes, reel to reel ✓
1 copy of 2 tapes, cassette ✓

Returned to Pacific
Telephone LA on 3/7/77
by SA [redacted] RECEIPT
in file. Bep

10 USA
6-7-76

87-40513-1B4

SEARCHED	INDEXED
SERIALIZED SK	FILED SK
JAN 28 1975	
FBI - LOS ANGELES	

VMM

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75
4/7/77
R 8-10-77
R 5/8/78 DK

Field File # 87-40513-1B4

Date 1-28-75

Title and Character of Case

BERNARD CORNFELD,
ET AL
ITSP - FBW

Date Property Acquired

1-28-75

Source From Which Property Acquired

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA [REDACTED]

- ✓ Scratch pad on IOS Bernard Cornfeld letterhead containing name and telephone numbers with business card of Rochelle Millinery, Inc.
- ✓ NYC of [REDACTED] SAO Paulo-Brasil, personally taken out of drawer of chest and handed to SA [REDACTED] by [REDACTED]

(Obtained from chest of drawers, 3rd floor bedroom of [REDACTED])

*Returned
to CORNFELDS
ATTORNEY on 3/5/79
RECEIPT in FILE
SEARCHED PAD
TO USA
6-7-76
Bulky*

87-40513-1B5

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 28 1975	
FBI - LOS ANGELES	

Mum

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75 R 5/8/70 DK
4/6/77 ml
R 8-10-77 llm

Field File # 87-40513-1B5

Date

1-28-75

Title and Character of Case

BERNARD CORNFELD:

ET AL

ITSP - FBW

OO:LA

Date Property Acquired

Source From Which Property Acquired

1-28-75

Search Warrant

Location of Property or Bulky Exhibit

Reason for Retention of Property and Efforts Made to Dispose of Same

Bulky Exhibit Room

Evidence

b6
b7C

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

- ✓ 1. 1 Brown address book with metal corners.
- ✓ 2. Black address book with "The Fund of Funds" printed on front.
- 3. Grey subscriber trunk dialing Instructions & call charges book. ✓
- ✓ 4. A black Daily planner w/1975 on front.
- 5. A red swiss passport number
- ✓ 6. A brown address book with Social written across it.

Red Swiss passport turned over to clerk of the court on 1/30/75.

ITEMS
1-2-4-6-3
RETURNED TO
CORNFELDS ATTORNEY
3/5/79
b6
RECEIPT IN FILE

TO USA
6-7-76
BULM

87-40513-1B6

SEARCHED	INDEXED
SERIALIZED SK	FILED SK
JAN 28 1975	
FBI - LOS ANGELES	

mm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75 R 5/8/78 OK
4/7/77 sh
R 8-10-77 JLM

Field File # 87-40513-1B6

Date

1-28-75

Title and Character of Case

BERNARD CORNFELD;
ET AL
ITSP; FBW

Date Property Acquired	Source From Which Property Acquired
1-28-75	Search of office of BERNARD CORNFELD on main floor of residence, 1100 Carolyn Way, Beverly Hills, CA
Location of Property or Bulky Exhibit	Reason for Retention of Property and Efforts Made to Dispose of Same
Bulky Exhibit Room	Evidence
Description of Property or Exhibit and Identity of Agent Submitting Same	

Submitted by SA

- ✓ 1. Thirty-four Rolodex cards from Rolodex on desk, containing foreign telephone exchange numbers, domestic and abroad.
- ✓ 2. Rolodex found on two-drawer file cabinet.
- ✓ 3. Thirty-four Rolodex cards and two dividers removed from Rolodex found on two-drawer file cabinet.
- ✓ 4. Black, looseleaf, twelve-ring binder containing telephone directory on yellow, ruled, loose-leaf slips.
- ✓ 5. Grey telephone directory in red binder.
- ✓ 6. Envelope bearing impression of seal of Grayhall, Inc.
- 7. One set of xerox copies of contents of information appearing on items (1), (3), (4) and (5), above, prepared at FBI Office 1/28, 29/75.

87-40513-187

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 28 1975	
FBI - LOS ANGELES	

mm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75

R 5/8/78 DKe

4/6/77 ml

R 8-10-77 llm

Field File # 87-40513-187

Date 1-28-75

Title and Character of Case

BERNARD CORNFELD, ET AL
ITSP - FBW

Date Property Acquired

1-28-75

Source From Which Property Acquired

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

b6
b7C

Telephone black box device with small wood case located on chest of drawers in 3rd floor bedroom of personally picked up by and handed to SA

SMALL WOOD CASE RETURNED TO CORNFELD'S ATTORNEY
3/5/79
B48

RECEIPT IN FILE

BLACK BOX TURNED OVER TO PACIFIC TELEPHONE, LA.
3/7/79, RECEIPT IN FILE.
B48

TO USA

3-23-76

OBTAINED 1/5/78

AD Serial #19

Bulky

87-40513-1B8

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 28 1975	
FBI - LOS ANGELES	

mm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75

4/6/77

R 5/8/78 IK

R 8-10-77

Field File # 87-40513-1B8

Date

1-28-75

Title and Character of Case

BERNARD CORNFELD, ET AL
ITSP - FBW

Date Property Acquired

1-28-75

Source From Which Property Acquired

[redacted] aka [redacted]
1100 Carolyn, Beverly Hills, CA

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA [redacted]

Attache case containing telephone black box device, personally picked up from floor of rear bedroom on 3rd floor by [redacted] and handed to SA [redacted]

BLACK BOX TURNED OVER
TO PACIFIC TELEPHONE 3/7/79
By SA [redacted] RECEIPT
IN FILE. Baf

ATTACHE
CASE RETURNED
TO CORNFELD'S
ATTORNEY 3/5/79
Baf
RECEIPT IN FILE

OUT TO
J.A.
3-13-76
OBTAINED
10/5/78
Baf

87-40513-1B9

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 23 1975	
FBI - LOS ANGELES	

mm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R 8/75
4/2/77 [signature]
R 870-77 [signature]
R 5/8/78 OK

Field File # 87-40513-1B9

Date 2-3-75

Title and Character of Case

**BERNARD CORNFELD;
ET AL
ITSP - FBW**

Date Property Acquired

2-3-75

Source From Which Property Acquired

Gen. Telephone.

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

1. 2 - blue boxes obtained from residence
2. 7 photographs taken of residence
3. Misc. papers obtained from residence

*RETURNED TO
BEVERLY HILLS PD
on 9-13-78
RECEIPT in file
BEB*

87-40513-1B10

SEARCHED	INDEXED
SERIALIZED <i>SK</i>	FILED <i>SK</i>
FEB 3 1975	
FBI - LOS ANGELES	

mm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

<i>R 8/75</i>	<i>R 5/8/78 D/G</i>	_____
<i>4/6/77 AL</i>	_____	_____
<i>R 8-10-77 llm</i>	_____	_____

Field File # **87-40513-1B10**

Date

2-4-75

Title and Character of Case

BERNARD CORNFELD;
ET AL
ITSP - FBW

Date Property Acquired

2-4-75

Source From Which Property Acquired

BHPD

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

Evidence

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted by SA

1. 58 photographs of residence
2. One blue box

Returned
to Beverly Hills PD
9-13-78
Receipt in file
PDB

87-40513-1B11

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 4 1975	
FBI - LOS ANGELES	

Vmm

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

2/8/75 R 5/8/78 D/LC
4/6/77
R 8/10-77 llm

Field File # 87-40513-1B11

Date

8/8/75

Title and Character of Case

Bernard Cornfeld;
Itsr-FBW

Date Property Acquired

8/6/75

Source From Which Property Acquired

NY FBI

Location of Property or Bulky Exhibit

Bulky Exhibit Room

Reason for Retention of Property and Efforts Made to Dispose of Same

EVIDENCE

Description of Property or Exhibit and Identity of Agent Submitting Same

Submitted By SA

two red & two blue books concerning operation of blue boxes

87-40513-1B12

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
AUG 8 1975	
LOS ANGELES	

MA

ONE of
each returned
to NY by LA LTR
DID
one copy maintained by
AUSA
HSP

LOCATED
10-8-78
SERIAL
#21

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

R8/78

R5/8/78 OK

4/6/77

R 8-10-77 llm

Field File # 87-40513-1B12

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-NEW)

DATE: 1/22/75

FROM : SA [REDACTED]

b6
b7C

SUBJECT:

BERNARD CORNFELD;

[REDACTED]

87-20180*
92-3006, [REDACTED]

b2
b7D

dba Grayhall, Inc.
1100 Carolyn Way
Beverly Hills, California
ITSP - FBW

On 1/22/75, [REDACTED] Security Officer, Pacific Telephone Company, Los Angeles, California, advised that he has information to indicate that captioned individuals have a blue box which is utilized on their telephone number 274-8696, 274-8696, 274-8697, 274-8698, and 274-4688.

[REDACTED] advised that he is in the process of obtaining an affidavit and will furnish it to the FBI upon a subpoena.

b6
b7C

It is recommended that a case be opened and assigned.



LLM/rsr
(2)

5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-1

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 23 1975	
LOS ANGELES	

T-3/23
OO: LA
#18
W
A

SPECIAL

GPO 909-767

b6
b7C

TO: CHIEF CLERK

Subject

Cornfield, Bernard

Date

Social Security Account #

Aliases

Address

Birth Date

Birthplace

Race

Sex

☐ Male
☐ Female

☐

Exact Spelling

☒

All References

☐

Main Subversive Case Files Only

☐

Subversive References Only

☐

Main Criminal Case Files Only

☐

Criminal References Only

☐

Main Subversive (If no Main, list all Subversive References)

☐

Main Criminal (If no Main, list all Criminal References)

☐

Restrict to Locality of

File & Serial Number	Remarks	File & Serial Number	Remarks
92-742-350	6/74 ✓		
94-430-2060	" ✓		
87-2000-848	5/74 ✓		
92-1112-1954 p2	8/73 ✓		
92-2513-329	5/72 ✓		
31-12659-2	6/72		
87-31570-44	1/71		
92-109-1817	6/72		
92-1112-1772	4/72		
179-196-26	3/72		
92-742-323 p2	2/72		
92-3754-172	1/72		
92-3901-5	5/70		
92-742-285	4/70		
92-5332-2	3/73		
92-2531-5	10/69		
94-430-H-352	9/70		

Requested by

Squad

18

Extension

File No.

Searched by

gm

1/22/75
(date)

Consolidated by

(date)

Reviewed by

(date)

File Review Symbols

I - Identical
NI - Not identical

? - Not identifiable
U - Unavailable reference

☆G.P.O. 1972-471-961

TO: CHIEF CLERK	Date
Subject	Social Security Account #
Aliases	

Address	Birth Date	Birthplace	Race	Sex <input type="checkbox"/> Male <input type="checkbox"/> Female
---------	------------	------------	------	---

<input type="checkbox"/> Exact Spelling	<input type="checkbox"/> Main Criminal Case Files Only	<input type="checkbox"/> Restrict to Locality of
<input type="checkbox"/> All References	<input type="checkbox"/> Criminal References Only	
<input type="checkbox"/> Main Subversive Case Files Only	<input type="checkbox"/> Main Subversive (If no Main, list all Subversive References)	
<input type="checkbox"/> Subversive References Only	<input type="checkbox"/> Main Criminal (If no Main, list all Criminal References)	

File & Serial Number	Remarks	File & Serial Number	Remarks
87-31570-33	11/70		
92-1595-51p3	6/65		
94-430 H-301	8/70		
100-53004-452	10/67		
Cornfeld, Bernie			
92-4962-257p51	6/74		
87-31129-1	10/70	NI	
92-1112-1791	6/72		
92-742-263	12/69		
92-742-282p3	4/70		
87-31570-25	10/70		
92-1112-1889	2/73		
31-12659-9	6/72		
Cornfeld, Bernie			
145-2056-1	7/74	✓	
Cornfield, Bernard			
12-61A-1237	1/75	✓ nothing pertinent	

Requested by	Squad	Extension	File No.
Searched by			
(date)			
Consolidated by			
(date)			
Reviewed by			
(date)			

File Review Symbols

I - Identical ? - Not identifiable
NI - Not identical U - Unavailable reference ★G.P.O. 1972-471-961

(Mount Clipping in Space Below)

Wheeling, Dealing Hectic —Bernie Is Alive Again

BY RONALD L. SOBLE

Times Staff Writer

Bernie's back in business.

For the uninitiated, Bernie is Bernard Cornfeld, former head of the now collapsed Investors Overseas Services, once a multimillion dollar mutual funds empire.

Now, after serving almost a year in a Swiss prison, Cornfeld is putting together a complex business deal which he says involves:

—\$20 million in cash from Kuwait.

—An Arizona company, which owns thousands of acres of land as well as film studios, of which he has just been elected chairman.

—A giant recreational complex in Nebraska.

—The possible revival of part of his old IOS sales force in Europe.

Cornfeld was released from St. Antoine's Prison in Geneva last April as Swiss authorities continued their probe into the IOS wreckage.

Cornfeld made the name of IOS virtually a household word when he was squeezed out in 1970 by Robert L. Vesco at a time when IOS fortunes were plunging. Vesco himself is now a fugitive living in Costa Rica, charged with looting \$224 million from IOS.

Since being released from prison, Cornfeld has spent much time commuting between his Beverly Hills mansion and his London townhouse. Part of that time has involved further testimony on the IOS case before a Swiss court and before the Securities & Exchange Commission in Washington.

But it isn't in the nature of Cornfeld to waste away at the young age of 47.

So aside from attempting to put together a book describing his adventures at IOS, Cornfeld has em-

(Indicate page, name of newspaper, city and state.)

III-7 LOS ANGELES
TIMES
LOS ANGELES, CA

Date: 1/14/75
Edition: Tuesday
Author: Ronald L. Soble
Editor: William F. Thomas
Title:

Character:

or

Classification:

Submitting Office Los Angeles

☐ Being Investigated

87-40513-2

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 22 1975	
FBI - LOS ANGELES	

barked upon a new chapter of international intrigue.

The tale begins with two Lincoln Neb. land developers, Don Dixon, a mortgage banker, and Bob Guenzel, a lawyer, both of whom had dreams of turning 3,500 acres about 150 miles north of Lincoln into an international recreational playground called Devils Nest.

The rugged land, acquired in 1960, sits on the south shore of Lewis and Clark Lake off the Missouri River. Local residents say the area acquired its name because it was used as a hideout by such famous Western outlaws as Billy the Kid. Ski runs, a \$500,000 yacht club and marina, equestrian trails and about 30 houses, ranging in price up to \$50,000, have already been built.

But the Nebraska land development fell upon hard times and Dixon and Guenzel began negotiating to unload the project. Dixon says the development is now up to its ears in debt—\$7.5 million worth.

Enter Cornfeld. The former IOS chief was named chairman of Southwestern Research Corp. of Carefree, Ariz., last November. Southwestern has a subsidiary called Golden Valley Land Corp. which has been acting as the sales arm for Devils Nest.

Also enter Clifford Thompson, a Lincoln businessman. Thompson, president of Consolidated Telephone Co. of Lincoln, heard about the financial difficulties of Devils Nest. Thompson says he brought Dixon and Guenzel together with an individual named Hans Goldner ("I met Goldner in Los Angeles through a friend," says Thompson).

Goldner says he has been a land developer in Europe, has lived in New York City and now resides in the Beverly Hills.

Goldner became interested in Devils Nest and began making contacts to put together a purchase group.

"I'll probably get a finder's fee," says Thompson, who put Goldner in touch with the lead bank financing Devils Nest, Omaha National Bank, and the two other institutions involved in the project, First National Bank of Lincoln and National Bank of Commerce, also of Lincoln.

Cornfeld was no stranger to Goldner. The land developer had worked for Cornfeld's IOS organization in a sales capacity in Germany, North Africa and Costa Rica.

"He (Goldner) was quite low on the IOS totem pole," Cornfeld recalls, adding that it was Goldner who introduced him to F. M. (Pat) McCown, president of Southwestern.

Goldner, who says he is 51 years old, claims he was in fact an IOS sales manager in Costa Rica and Germany. A native of Vienna, Goldner says he is now an American citizen.

Goldner, says McCown, was initially brought into the picture "to help with the marketing" of Devils Nest.

In December, Goldner, McCown and one Richard Dorfman, believed to have once worked for IOS, gathered at Cornfeld's Beverly Hills home to draw up a contract bringing Goldner into the Southwestern deal and hence into the Devils Nest picture. Cornfeld was not present.

But it's understood there was a dispute over the contract and the McCown-Cornfeld interests and Goldner parted—not on the best of terms.

As a result, two groups are now interested in Devils Nest: McCown and Cornfeld as a result of Southwestern's long association with the Nebraska property (McCown says the Golden Valley subsidiary has poured up to \$2 million into Devils Nest); and the Goldner group, which Goldner claims has the inside track to close the Devils Nest deal.

Goldner contacted Louis L. Berg, a New Yorker who says he is in the business of finding venture capital.

Berg says one of the banks he will be working through to put together a deal with Goldner is the Israel Discount Bank Ltd. of New York.

Another Goldner partner is Robert A. Duffy, head of Shalako Enterprises Inc. of Pasadena, an investment firm.

John Hughes, the Omaha National Bank loan officer in charge of the Devils Nest account, says the Goldner-Berg-Duffy group was expected to make a written proposal soon to buy Devils Nest but that he hasn't seen it yet. One report has it that the group is prepared to pick up \$5 million in debt as well as plunk down an additional \$1.1 million in cash.

Southwestern's McCown also is interested in buying Devils Nest in an effort to revive the flagging fortunes of his company.

Southwestern experienced an operating loss of more than \$350,000 in 1973 on revenue of \$3.1 million and McCown says 1974 will show \$850,000 in red ink on revenues of \$2.5 million. Southwestern owns about 20,000 acres of land between Phoenix and Tucson near Interstate 10; along the Colorado River near the California line; and near Kingman, Ariz. It also owns Southwestern Production Studios near Carefree, which house modern movie and television studios. Kuwait has been one of the facilities.

Southwestern's problem is corporate refinancing," says Cornfeld. "I'm trying to help it refinance with overseas money." Cornfeld spoke during a telephone interview from New York where he said he was in the middle of putting together a deal involving \$20 million in Arab cash.

Cornfeld says the Arab group is also owns Southwestern Production from oil-rich Kuwait and involves financiers with government connections. Kuwait has been one of the facilities.

McCown hopes that Cornfeld can utilize some of his old IOS salesmen in Europe to sell both Devils Nest and the Arizona properties to wealthy European investors, perhaps as a tax shelter or vacation home investment. He declared that Cornfeld opened up "a whole new dimension" for his company.

Cornfeld said the Arabs would buy \$20 million worth of certificates of deposit from possibly three American banks in California, Arizona and Maryland. The banks, in turn, would loan \$10 million to Southwestern; he said.

Cornfeld confirmed in an interview he was moving toward that objective. At one time, IOS had about 10,000 salesmen throughout the world. Some are angry at Cornfeld, Vesco and the whole IOS scene and are suing in an effort to recover some of their lost fortunes. Many, however, are believed to have remained loyal to Cornfeld.

In the wake of the IOS collapse, the SEC in March of 1971, barred Cornfeld from selling securities in the United States, an order to which Cornfeld consented.

If Cornfeld begins setting up real estate sales for McCown, however, permission would have to come from the Department of Housing & Urban Development, not the SEC. Thus, the SEC order would have no immediate effect on HUD giving the green light to Cornfeld's forming a new sales force.

But before Cornfeld begins setting up a sales force, Southwestern badly needs new infusions of cash—whether it wants to buy Devils Nest, and thereby bid against Goldner, or just use Cornfeld to sell its Arizona holdings.



Bernard Cornfeld

NR 036 LA PLAIN

10:20PM NITEL JANUARY 28, 1975 MAH

TO DIRECTOR

FROM LOS ANGELES (87-40513)

[REDACTED], AKA [REDACTED]; BERNARD CORNFELD; [REDACTED]
[REDACTED]; DBA GRAYHILL INCORPORATED, 1100 CAROLYN WAY, BEVERLY
HILLS, CALIFORNIA, ITSP - FBW, OO: LA.

RE LA TEL CALL TO BUREAU JANUARY 28, 1975.

FOR INFO OF BUREAU ON JANUARY 22, 1975, PACIFIC TELEPHONE COMPANY,
LA ADVISED THAT A "BLUE BOX" WAS BEING UTILIZED ON TELEPHONE NUMBERS
274-8697, 274-8698 AND 274-4688, 274-8696 LOCATED AT ABOVE ADDRESS.

ON JANUARY 27, 1975, BASED ON INFO PROVIDED BY PACIFIC
TELEPHONE A SEARCH WARRANT WAS OBTAINED BY BU AGENTS FOR SEARCH OF
ABOVE RESIDENCE. PACIFIC TELEPHONE ADVISED ON JANUARY 27, 1975,
SIMULTANEOUS CALLS WERE MADE UTILIZING "BLUE BOX" WHICH INDICATED THAT
AT LEAST TWO SUCH DEVICES AT THE LOCATION.

ON JANUARY 28, 1975, SEARCH WARRANT EXECUTED AT ABOVE RESIDENCE
AND TWO "BLUE BOXES" LOCATED. SUBJECT [REDACTED] WHILE DENYING USE
OF "BLUE BOXES" ASSISTED AGENTS IN LOCATING SAME AFTER BEING FURNISHED

57-40513-3
SEARCHED —

INDEXED

FILED 7-8

JAN 29 1975

[REDACTED] *ll*

PAGE TWO (LA 87-40513)

DESCRIPTION OF DEVICES. BASED ON ORAL AUTHORIZATION AUSA JERRY L. NEWTON, CHIEF, COMPLAINT UNIT, SUBJECT [REDACTED] ARRESTED BY BU AGENTS FOR VIOLATION TITLE 18, USC, SECTION 1343. [REDACTED] LODGED IN SYBIL BRAND INSTITUTE, LA, PENDING HEARING BEFORE U. S. MAGISTRATE JANUARY 29, 1975.

T DURING SEARCH OF RESIDENCE NUMEROUS INDIVIDUALS WERE LOCATED IN VARIOUS PARTS OF THE HOUSE. AMONG THESE INDIVIDUALS WAS BERNARD CORNFELD AND AN INDIVIDUAL WHO FURNISHED HIS NAME AS [REDACTED] AN AMERICAN CITIZEN WHO RESIDES AT [REDACTED] [REDACTED] [REDACTED] STATED HE WAS AN ATTORNEY AND IMMEDIATELY REPRESENTED CORNFELD AND [REDACTED]

T [REDACTED] IS SWISS CITIZEN WHO IDENTIFIED HERSELF AS CORNFELD'S [REDACTED] PROBABLE CAUSE FOR HER ARREST BASED ON RECORDINGS MADE BY TELEPHONE COMPANY WHEN "BLUE BOXES" UTILIZED IN WHICH SHE IDENTIFIES HERSELF. ARREST AUTHORIZED BY AUSA INASMUCH AS IT WAS BELIEVED [REDACTED] WOULD PROMPTLY DEPART US FOR SWITZERLAND.

FOLLOWING ARREST [REDACTED] STATED SHE WAS UNCERTAIN AS TO ADVISING SWISS CONSULATE IN LA OF HER ARREST. SHE WAS ADVISED THAT SHOULD A TREATY EXIST BETWEEN US AND SWITZERLAND PROVIDING FOR SUCH NOTIFICATION, NOTIFICATION WOULD BE MADE IRRESPECTIVE OF HER DESIRES. [REDACTED] CONTINUED THAT SHE DESIRED TO SPEAK WITH [REDACTED] [REDACTED] WITH WHOM SHE HAS A LONG PERSONAL FRIENDSHIP BEFORE MAKING ANY DECISION WITH RESPECT TO ABOVE. IT IS

PAGE THREE (LA 87-40513)

TO BE NOTED THAT DURING SEARCH OF RESIDENCE DURING MID AFTERNOON

JANUARY 28, 1975, A GRAND JURY SUBPOENA WAS PRESENTED TO [REDACTED]

[REDACTED] FOLLOWING HER ARREST [REDACTED]

ADVISED BUREAU AGENTS THAT THIS SUBPOENA WAS PROBABLY IN THE
THE HANDS OF [REDACTED] AT THIS TIME. SIGNIFICANCE OF THIS IS
UNKNOWN.

LA INDICES CONTAIN NUMEROUS REFERENCES RE BERNARD CORNFELD
WHO IS IDENTICAL WITH FORMER HEAD OF INVESTORS OVERSEAS SERVICES,
ONCE A MULTI-MILLION DOLLAR MUTUAL FUNDS ORGANIZATION.

CORNFELD WAS RELEASED FROM A SWISS PRISON AFTER SERVING
SENTENCE FOR FRAUD IN APPROX. APRIL 1974.

T AS A RESULT OF PRESS INQUIRIES RE REPORTED ARREST OF CORNFELD,
LA PREPARED PRESS RELEASE RE ARREST OF [REDACTED] AND SEARCH OF
RESIDENCE. FACIMILE BEING FURNISHED TO BU ATTENTION EXTERNAL
AFFAIRS DIVISION AND GENERAL INVESTIGATIVE DIVISION.

O REPORT FOLLOWS.

END

EOF FBIHQ 1.

b3
b6
b7C

b6
b7C

Transmit attached by Facsimile - PLAINTEXT

Priority

87-40513-H

To: DIRECTOR, FBI
From: LOS ANGELES (87-40513)

Date:

Time: Transmitted -

Received -

SEARCHED
SERIALIZED
FILED

Subject: [redacted] aka [redacted]

BERNARD CORNFELD; [redacted]
[redacted]; DBA GRAYHILL, INC.,
1100 CAROLYN WAY, BEVERLY HILLS, CALIF. ITSP-FBW☐ Fingerprint Photo☐ Fingerprint Record☐ Map☐ Newspaper clipping☐ Photograph☐ Artists Conception☐ OtherTwo page Press Release
FACSIMILE☐ (6 min)☐ (4 min)

Special handling instructions:

ATTN: EXTERNAL AFFAIRS DIV.

GID

TELETYPE FOLLOWS

Approved: *efh*

REC.

RSP

INT.

DATE
TIME

INT.

INT.

DATE
TIME

1-28-75

1000/p



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Los Angeles, California
January 28, 1975

In Reply, Please Refer to
File No.

FBI Agents arrested today a thirtyseven year old Swiss citizen in Beverly Hills, California, on a federal charge of Fraud by Wire. The arrest of [REDACTED] took place after a search warrant was served at the premises located at 1100 Carolyn Way, Beverly Hills.

William A. Sullivan, Assistant Director in Charge of the Los Angeles FBI Office, said that on January 27, 1975, a U. S. Magistrate at Los Angeles authorized the filing of a search warrant to conduct a search at the premises located at 1100 Carolyn Way, Beverly Hills. The warrant was authorized as the result of information received from the Pacific Telephone and Telegraph Company who advised that a multi-frequency generator device commonly known as "blue box," was being used on telephones listed at that address. A blue box is an electronic device which emits various frequencies enabling the user to place long distance telephone calls without their being charged to the number.

The search warrant was filed before a Magistrate at Los Angeles on January 27, 1975. Telephone company records

reflect that telephone numbers that are installed at 1100 Carolyn Way are subscribed to by Grayhill, Incorporated, and the officers of this company are Bernard Cornfeld, President; [REDACTED]

[REDACTED]. The search warrant was executed by FBI Agents this afternoon. Two blue boxes were seized as a result of the search of the premises.

[REDACTED], who also uses the name of [REDACTED] [REDACTED] or [REDACTED], was arrested on authority of the U. S. Attorney's Office in Los Angeles for violation of the Fraud by Wire Statute. This statute covers the use of interstate telephone lines to defraud the telephone company of their fees. [REDACTED] had a Swiss passport in her possession. She described herself as a [REDACTED] Bernard Cornfeld and furnished a Switzerland address of [REDACTED] Switzerland. [REDACTED]

was lodged at Sybil Brand Institute for Women in Los Angeles pending a hearing before the U. S. Magistrate, Wednesday, January 29, 1975.

Maximum penalty for violation of the Federal Fraud by Wire Statute is a \$1,000.00 fine and or five years imprisonment.

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513), (P)

DATE: 1/30/75

FROM : SA [REDACTED]

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW

ADMINISTRATIVE

On 1/29/75, Lieutenant [REDACTED] Beverly Hills Police Department (BHPD) specifically advised that he had been requested by Chief of Police CORK to follow the CORNFELD matter and obtain any information regarding the operation of a business at the CORNFELD residence and obtain all available information regarding the telephone numbers and identities of persons at the residence inasmuch as his department is conducting homicide investigation and a case involving stolen airline tickets.

b6
b7C

On 1/29/75, several attempts were made to contact Lieutenant [REDACTED] and no response was received from his department.

On 1/30/75, Lieutenant [REDACTED] advised they were no longer interested in information relating to a business operation out of the CORNFELD residence as the District Attorney would not prosecute on such matters.

[REDACTED] was informed relative to the presence of slot machines in the CORNFELD residence and [REDACTED] indicated that they were not interested in this type of thing. [REDACTED] made the statement, "If we took all the slot machines out of houses in Beverly Hills, we would be in real trouble."

[REDACTED] did, however, request that they be furnished with a copy of the telephone numbers found in the various telephone directories confiscated on the execution of the search warrant at the CORNFELD residence.

Lieutenant [REDACTED] was advised that, in view of the lack of prosecutive interest on the part of the BHPD in this matter, information regarding the slot machines may be disseminated to the District Attorney's Bureau of Investigation or other appropriate local agencies such as the Los Angeles



wrw/dls
(2)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

LA 87-40513

County Sheriff's Office (LASO). He was further advised that it was anticipated that information on the telephone numbers obtained in the search and identities of persons at the residence would probably be disseminated for intelligence information to local Los Angeles Police Department (LAPD) and LASO Intelligence Details.

LEAD

LOS ANGELES

AT BEVERLY HILLS, CALIFORNIA: Make available appropriate information mentioned above to Lieutenant

[REDACTED].

AT LOS ANGELES, CALIFORNIA: Make available appropriate information to LAPD and LASO Intelligence Details, if those departments desire such information.

b2
b7D

SAC, LOS ANGELES [] (P)

1/30/75

b6
b7C

SA []

[]

b2
b7D

On 1/30/75, source advised that the person most responsible for using the blue boxes in BERNIE CORNFELD's mansion was []

Source advised [] is in continuous contact with people at the mansion, resides [] California, at an unknown address, and []

Source explained that all the calls placed by using the blue boxes were made at CORNFELD's direction. [] made the calls and knows no one in the European Countries where the calls were placed through the use of the blue boxes.

b6
b7C

1 - 87-

JFN/mtk
(2)

87-40513-6/

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 1/30/75

FROM : SA [REDACTED]

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW

On 1/28/75, SA [REDACTED] at the instructions of Supervisor [REDACTED] attempted to contact Chief of Police CORK, Beverly Hills Police Department to advise him of a FBI operation in that city. Attempts to contact Chief of Police CORK, Captain [REDACTED], Captain [REDACTED] and officers of lieutenant rank were negative. All of these individuals were either unavailable or in conference. SA [REDACTED] contacted Watch Commander Sergeant [REDACTED] and advised him that there would be several FBI cars and Agents in plain clothes conducting an operation in the general area of the Beverly Hills Hotel on Sunset Boulevard. Sometime that day he was further advised that in the event the operation occurred the Beverly Hills Police Department would be notified of the details.

b6
b7c

Sgt. [REDACTED] was requested to advise his superiors of the above information in view of the fact that SA [REDACTED] had been unable to contact any of the administrative officers.

At approximately 5:00 PM SA [REDACTED], after returning to the FBI Office from the search warrant execution, telephonically contacted Detective Sergeant [REDACTED]. [REDACTED] stated that he had already heard from an undisclosed source that the FBI had been at the CORNFELD residence. He was advised that a search warrant was executed at that residence and a successful effort to obtain evidence relating to a telephone electronic device allowing persons to make unauthorized interstate phone calls. He was requested to advise his superiors.

Sgt. [REDACTED] stated that his office would be interested in information regarding telephone numbers and the identity of girls located at the CORNFELD residence in view of numerous complaints against CORNFELD by girls who had been at the residence along with other problems relating to activities at that residence.

wrw/sk
(2)



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 30 1975	
FBI - ANGELES	

87-110513-17

LA 87-40513

On 1/29/75, Lieutenant [] contacted SA [] and requested that he be personally furnished with information relating to whether or not CORNFELD appeared to be operating a business out of his residence and whether or not the residence contained what appeared to be business files, equipment and cabinets, inasmuch as there is some obscure Beverly Hills ordinance against this activity. He advised that he had received a request from higher echelon to look into the matter.

Lieutenant [] advised further that the Beverly Hills Police Department was interested in investigation of a homicide matter and fraudulent use of airline tickets and desired to have all available information concerning telephone numbers, addresses and identities of people obtained in the execution of the warrant. He requested that he be personally furnished this information for dissemination to his superiors.

Lieutenant [] stated that SA [] felt confident that this information that he desired could be disseminated to him for intelligence purposes only, at which time, in view of the current federal case. He was further advised that in view of the volume, xeroxing of this material would take considerable time but he would be contacted when this is completed.

Lieutenant [] wanted to know if CORNFELD was present at the time of the execution of the warrant. He was advised by SA [] that CORNFELD and his Attorney [] were present and he was further advised, confidentially, that CORNFELD had denied ownership of the residence and that CORNFELD had stated that the residence belonged to a Bahamas Corporation and that no officer of that corporation was present at the time the search warrant was executed.

LEAD

LOS ANGELES

AT BEVERLY HILLS, CALIFORNIA: Will furnish Lieutenant [] with personal telephone directory information, identities of individuals at CORNFELD's residence, California license numbers as he indicated above.

UNITED STATES GOVERNMENT

Memorandum

TO SAC, LOS ANGELES (87-40513)

DATE: 1/29/75

FROM SA [REDACTED]

SUBJECT: BERNARD CORNFELD;
ET AL
FBW
OO: LOS ANGELES

On 1/29/75, [REDACTED], Intelligence Officer and Investigator, U.S. Immigration Service, Los Angeles, Calif., telephone [REDACTED], telephonically contacted writer in regards to the arrest of [REDACTED] by the FBI on 1/28/75. [REDACTED] stated he had learned of the arrest from the news and press coverage afforded [REDACTED]. He stated since [REDACTED] was a Swiss citizen he had searched the files of U.S. Immigration and was of the opinion that [REDACTED] was possibly in the United States illegally.

[REDACTED] was advised [REDACTED] furnished a Swiss passport [REDACTED] in the name [REDACTED]. He was advised that according to the passport, [REDACTED] entered the United States on January 14, 1975 at New York, New York and was allowed to remain in the United States until March 15, 1975.

[REDACTED] advised in view of the above it appeared [REDACTED] was in the U.S. legally and that the spelling of [REDACTED] name was different in the paper. He stated that if [REDACTED] was convicted of the charge, T. 18, U.S. Code, Sec. 1343, she would violate the provisions of her passport allowing her in the U.S. He advised if this happened it would be necessary for her to go before a Judge to determine if she should be deported or not.

[REDACTED] requested he be advised of the outcome of prosecution against [REDACTED].

2

Los Angeles



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-10
[Handwritten signature/initials]
[Handwritten initials]

UNITED STATES GOVERNMENT

Memorandum

b6
b7C

TO : SAC, LOS ANGELES (87-40513)

DATE: 1/31/75

FROM : SA [REDACTED]

SUBJECT: GRAYHILL, INC.
BERNARD CORNFELD
ET AL
FBW

The attached news release was furnished to the following individuals on 1/28/75:

By SA [REDACTED]:

JOHN FLYNN
NBC, Channel 4
8:02 p.m.

RUFUS BAKER
Los Angeles Herald Examiner
8:14 p.m.

TIM HARRELL
City News Service
8:45 p.m.

By SA [REDACTED]:

ERIC MALNIC and
TED THACKERY
Los Angeles Times
8:25 p.m.

BILL SAUL
AP, Los Angeles
8:35 p.m.

1 - 80-33

JFM/mkg
(2)

57-42573-11

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 3 1975	
FBI - LOS ANGELES	



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

LA 87-40513

ROB O'NEILL
UPI, Los Angeles
8:55 p.m.

By SA [REDACTED]

SKIP SAYER
KHJ Radio
Los Angeles
8:20 p.m.

BRUCE RUSSELL
Reuters News Service
8:45 p.m.

b6
b7C

AP Newswire
Santa Barbara (tape)
8:50 p.m.

On 1/29/75, the attached news release was furnished by SA [REDACTED] to NANCY SMITH, Santa Monica Evening Outlook, at 8:15 a.m.

Information was received by KNBC News, Burbank, and KHJ Radio, Los Angeles, sometime around 4:00 p.m. on 1/28/75, from an anonymous male caller who said that the FBI and IRS had arrested BERNARD CORNFELD at his residence. The attached news release was furnished to KNBC and KHJ in answer to their inquiries.

F B I

Date: 1/31/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: SAC, PORTLAND
FROM: SAC, LOS ANGELES (87-40513) (P)
SUBJECT: CHANGED
BERNARD CORNFELD;

[REDACTED], aka

[REDACTED] dba

Grayhall, Inc.
1100 Carolyn Way
Beverly Hills, California
ITSP - FBW
OO: Los Angeles

Title marked changed to reflect the additional subject [REDACTED] and to correct the spelling of Grayhall, Inc. from Grayhill as previously captioned.

Enclosed for Portland are four colored photographs of two blue boxes and an attache case.

For the information of Portland, a search warrant was served at BERNARD CORNFELD's residence, 1100 Carolyn Way, Beverly Hills, California, on 1/28/75, for the purpose of seizing two blue boxes that were reportedly located at that residence. The investigation was initiated by the Pacific Telephone and Telegraph Company upon a complaint from one of their employees, [REDACTED], who advised the telephone security officer that he had learned from a

2 - Portland (Enc. 4)
2 - Los Angeles
LLM/dls
(4)

OFFICE COPY

SEARCHED

INDEXED

SERIALIZED

FILED

Approved: [Signature]
Special Agent in Charge

Sent _____ M Per _____

LA 87-40513

long time friend, [REDACTED], that CORNFELD used blue boxes at his residence.

[REDACTED] is [REDACTED] who was [REDACTED] at his 40-room mansion in Beverly Hills, California. According to [REDACTED], she worked for CORNFELD for approximately three or four months and left some time in December, 1974, prior to Christmas. She apparently had been fired by him and had been subjected to a lot of mental strain while working there due to his narcotics use and sexual promiscuity. As a result, [REDACTED] while staying at a friend's house. However, she did advise [REDACTED] that she had seen CORNFELD and/or [REDACTED] use a blue box at this residence and it was located in a bedroom across the hall from a nursery.

[REDACTED] reportedly went to Oregon to visit [REDACTED], whose residence is unknown. However, [REDACTED] date of birth is [REDACTED] and he used to reside at [REDACTED]

[REDACTED] has date of birth of [REDACTED] with the same address as above. She also reportedly owns a 1961 Volkswagen with California license [REDACTED].

Concerning BERNARD CORNFELD, he is the former president of Investors Overseas Services, which was a funding organization that went bankrupt and as a result, the Swiss authorities arrested and convicted CORNFELD for fraud. He was released from a Swiss prison in April, 1974. He has received considerable notoriety because of Investors Overseas Services in the past. [REDACTED] was [REDACTED] at Investors Overseas Services and she was arrested by FBI Agents on 1/28/75 for Fraud By Wire violation. [REDACTED] reportedly stated that CORNFELD's [REDACTED] made a lot of calls for or to CORNFELD by use of a blue box.

LEAD

PORTLAND

AT PORTLAND, OREGON: (1) Will run [REDACTED] through Department of Motor Vehicles in an effort to obtain an address for him in Oregon and thereafter set out a lead to have [REDACTED] interviewed at his address.

LA 87-40513

(2) During the interview of [REDACTED], attempt to ascertain the exact details surrounding individuals who used the blue box at CORNFELD's residence. This should include all of the captioned individuals, noting that [REDACTED] is an attorney and [REDACTED] is CORNFELD's [REDACTED].

(3) Display the enclosed photographs to [REDACTED] in an effort to determine if she can identify one of these blue boxes as being identical to the blue box that she saw at CORNFELD's. It should be noted that these are the photographs of the blue boxes located at his residence pursuant to the search warrant. The large blue box was located in the case in which it was photographed and is the type that has to be plugged into a 115 volt outlet.

(4) Determine if [REDACTED] is [REDACTED] referred to by [REDACTED] as using the blue box.

(Mount Clipping in Space Below)

Living to Deal Another Day

When men like Bernard Cornfeld, Glenn Turner and Wesley D. Pavalon were riding high, it seemed that just about everyone wanted a piece of their action. Hundreds of thousands of investors bet hundreds of millions of dollars on their schemes and those of other hot-shots of the 1960s. Then the money machine ground to a halt. Poor management, bad luck or, in a few cases, criminal conduct brought down the high flyers of a decade ago, and the only recourse for investors was to write off their losses or—as thousands did—to sue for damages.

But what of the men who managed—or mismanaged—these firms?

They usually escaped with at least a portion of their fortunes intact. John King, once president of King Resources in Denver, and onetime New York real-estate tycoon William Zeckendorf Sr. are among the few to declare personal bankruptcy. And only a handful suffered the fate of Cornfeld and Jack Clark, president of Four Seasons Nursing Centers of America, who went to jail for their management misdeeds.

The flamboyant Cornfeld, recently sprung from a Swiss jail on \$1.6 million bail, is now enjoying life with eight young beauties in the late Douglas Fairbanks Sr.'s 40-room mansion in Beverly Hills. "It's great to be back in the sunshine," beamed Bernie when a reporter stopped recently to call. The public once put more than \$100 million into Cornfeld's Investors Overseas Services, Ltd., and lost almost all of it when IOS stock crashed from \$32 to 10 cents a share. Cornfeld, 46, also lost most of his fortune, once estimated at more than \$100 million. While he's coasting on the heels of his new life, Cornfeld is still sitting in the Los Angeles County Jail, where he is being held on a \$1.6 million bail. He is now living in a Beverly Hills mansion.

Many of those who ran companies into the ground later attempted business comebacks. Some have taken a surprising road for men who suffered the public humiliation of business failure: they are running for public office.

(Indicate page, name of newspaper, city and state.)

P. 63 NEWSWEEK
MAGAZINE
NEW YORK, NY

Date: 7/15/74

Edition: Monday

Author:

Editor:

Title: BERNARD CORNFELD
ET AL

Character: ITSP
or

Classification: LA-37-40513*

Submitting Office Los Angeles

☐ Being Investigated

157-13

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUL 18 1974	
LOS ANGELES	



Lester Sloan—New York

Cornfeld and friends: 'It's great to be back in the sunshine' ~

NOTE: Hand print names legibly; handwriting satisfactory for remainder.

Indices: ☐ Negative ☐ See below

Subject's name and aliases

Character of case

FRAUD BY WIRE

Complainant

Resid:

Tel.

Complaint received

☐ Personal ☒ Telephonic Date **2-3-75** Time **9:00 AM**

Address of subject

Complainant's address and telephone number

Business:

Subject's
Description

Race

Sex

Height

Hair

Age

☐ Male

☐ Female

Weight

Eyes

Complexion

Scars, marks or other data

Facts of complaint

C reported that FBI Agents had contacted [redacted] regarding the whereabouts of [redacted] who is wanted as a witness in the Blue Box Case.

C advised his wife received a letter from [redacted] which shows her address as follows:

[redacted]

C added it appears as though [redacted] will be at that address for at least a week or more because she mentioned she will be seeking employment.

C did not know the telephone or address of [redacted]

87-36701

Action Recommended

SC

(Agent)

87-40513-14

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 3 1975	
FBI - LOS ANGELES	

FBI

Date: 2/5/75

FACSIMILE

Transmit the following in PLAINTEXT
(Type in plaintext or code)

Via [redacted] NITEL
(Priority)

REC. INT.

DATE
TIME

TO PORTLAND

FROM LOS ANGELES (87-40513) (P)

SENT JD 1 6:30/P
INT.

DATE
TIME

BERNARD CORNFELD; ET AL, ITSP - FRAUD BY WIRE

OO: LOS ANGELES

RE LOS ANGELES AIRTEL TO PORTLAND, JANUARY 31, 1975.

ON FEBRUARY 5, 1975, INFORMATION FROM AN ACQUAINTANCE
OF [redacted], ADVISED SHE CURRENTLY RESIDES AT [redacted]

[redacted]

PORTLAND AT [redacted] LOCATE AND
INTERVIEW [redacted] AS REQUESTED IN LOS ANGELES
AIRTEL.

b6
b7C

LLM/kal
(1) *[signature]*

SEARCHED
INDEXED
SERIALIZED
FILED *[signature]*

87-40513-16 *[signature]*

Approved: *[signature]*
Special Agent in Charge

Sent _____ M Per _____

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/3/75

[redacted]
[redacted] furnished the following information pursuant to
a Federal Grand Jury subpoena issued January 23, 1975.
[redacted] furnished the attached affidavit which is
incorporated herein by reference at this time.

In addition to the information contained in the
attached affidavit, [redacted] furnished the following
information:

b3
b6
b7C

[Large redacted area]

Interviewed on 1/24/75 at Los Angeles, California File # Los Angeles 87-40513 *17*

by SA [redacted] *pm1* Date dictated 1/29/75

b6
b7C

United States District Court

FOR THE

Central District of California

UNITED STATES OF AMERICA

VS.

The premises known as
1100 Carolyn Way
Beverly Hills, California

mg 45-0177
Docket No.

Case No.

SEARCH WARRANT

To Any Special Agent of the Federal Bureau of Investigation

Affidavit(s) having been made before me by LORAN L. MC KEE

that he has reason to believe that { ~~on the person of~~
on the premises known as } 1100 Carolyn Way,
Beverly Hills, California, which is further described as a single
family dwelling, built out of grayish-tan flag stone. It appears
to be a two-story dwelling with a double car garage with beige
double doors on it. Above the garage is a single gable and the
trim on the house is beige. The front door is made of black
glass. The entrance to the residence is through a gate with a
pillar on each side of it. The right pillar has the numerals
"1100" on it, and both pillars contain a black light on the front
of it, in the Central District of California

there is now being concealed certain property, namely multi-frequency generator
devices, known as blue boxes, and other electronic ^{here describe property} devices and
apparatus capable of emitting various tones used to manipulate
the long distance telephone network in order to place long distance
telephone calls and avoid toll charges and any writing, or documents,
in the Central District of California, which are the fruits, instrumentalities.

415-367-8800	FAIRMONT
415-397-7000	ST FRANCIS
415-392-3434	MARK HOPKINS
702-734-7110	CEASARS
702-735-9111	Sands
702-734-4110	Dunes
702-732-5111	Hilton
415-558-5122	Lowry-Hospital
415-441-8220	Roadway Inn
415-775-9850	Broadway Hotel

EXHIBIT 2

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 1/31/75

[redacted] was arrested at 1100 Carolyn Way, Beverly Hills, California, for violation of Title 18, United States Code, Section 1343, Fraud By Wire. She was advised of the names and official identities of the arresting Agents and of the nature of the arrest. She was advised of her rights as shown on an "Interrogation; Advice of Rights" form. She stated she understood her rights and stated that she did not wish to sign the form.

Present at the time she was arrested was BERNARD CORNFELD.

[redacted] requested to use the bathroom prior to leaving the residence, which she was allowed to do.

b6
b7C

[redacted] was asked if she ever used an electronic device known as a blue box to make long distance telephone calls. She was advised that a blue box is a device like the one she had pointed out earlier that day to Special Agents of the FBI at the time a search warrant was being served at 1100 Carolyn Way. She advised that she has never used such a device, but has been shown by an unknown individual how to use one. This was approximately two years ago and this individual was supposedly from San Francisco and supposedly supplied or made these devices. She advised that she could never remember how to operate one.

She denied ever making any long distance telephone calls and denied ever seeing anyone make long distance telephone calls utilizing this device.

She denied that she ever attempted to call London for [redacted] in 1975. She was advised that there was a female who identified herself as [redacted] who made a

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-18

SA [redacted] and
by SA [redacted] /LLM/pml Date dictated 1/30/75

2

LA 87-40513

phone call to London and who stated she was calling for [REDACTED]. She denied that she made such a phone call.

[REDACTED] advised that she has been in the United States since January 14, 1975. She was here previously prior to Christmas, 1974. She is here for the purpose of [REDACTED] as she used to be [REDACTED]. She advised that she is not getting paid for her services.

[REDACTED] advised the premises located at 1100 Carolyn Way are listed by corporation known as World Film Services, who have headquarters in London, England. She stated an individual named [REDACTED] is working for World Film Services, however, she does not know in what capacity. She does not know any of the officers of World Film Services.

At 7:46 p.m., [REDACTED] was advised that she had the right to request the FBI to call a Swiss Consulate and advise them of her incarceration. She stated she would think the matter over and consult with her attorney before she decided whether she wanted the FBI to notify the Swiss Consulate.

The following is a description obtained from observation and interview of [REDACTED]:

Name
Nickname
Race
Sex
Date of Birth
Place of Birth

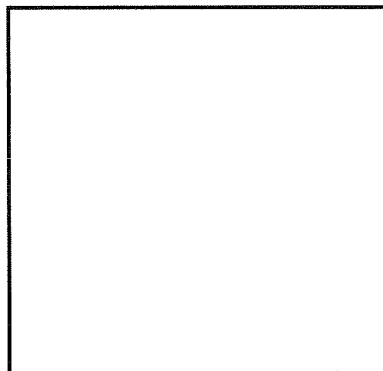
--

3
LA 87-40513

Height
Weight
Residence

Husband

Occupation
Husband's
Occupation



FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 1/30/75

[redacted], also known as [redacted] during the execution of a search warrant at 1100 Carolyn Way, Beverly Hills, California, was interviewed by SAs [redacted] and [redacted] in the formal dining room area on the first floor of the residence. At the inception of the conversation, [redacted] was advised of the identities of the interviewing Agents and was shown the FBI credentials of the Agents. She was advised that we wanted to interview her regarding the search being conducted and the items being sought. She was further advised by SA [redacted] that she did not have to say anything and that anything she did say could be used against her in court. She was advised that she had the right to consult with an attorney and to stop talking to the Agents whenever she desired. [redacted] stated that she understood and had no objection to talking to the interviewing Agents.

She furnished the following information at this time:

b6
b7C

Her nickname is [redacted] and her maiden name is [redacted]. She is married to [redacted] and is a Swiss citizen and resides at [redacted], Switzerland, with telephone number [redacted].

She described herself as [redacted] to BERNARD CORNFELD and that she had worked for CORNFELD overseas. She stated that she had made several trips to the United States but that she had recently arrived on her present trip at Los Angeles on January 14, 1975. She flew from Geneva, Switzerland by Swiss Air to New York City and then by American Airlines to Los Angeles. Her present trip to the United States related to [redacted]. [redacted] stated that she had been more or less responsible for the [redacted].

[redacted] was asked if she was familiar with any type of device electronic or otherwise which could be

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513

by SA [redacted] and [redacted] /wrw/sk Date dictated 1/29/75

2
LA 87-40513

utilized in the place of a normal phone to make long distance telephone calls. She replied that she was not familiar with any such item.

[] was asked if she had made any long distance telephone calls personally which she could recall since her arrival in Los Angeles.

At this time she stated that she had made several telephone calls to Swiss Air in New York City in connection with the loss of some item of personal property. She called [] attorney, in St. Louis and remembered that the area code was 314. She called [] in Palm Springs at [] She called [], whose phone number she did not recall. She stated that [] was a friend of hers whom she had met through Mr. CORNFELD and that he lived on [] in the Palm Springs area. She called the New York law firm of [] She made several telephone calls to the Chicago law firm of [] and usually talked to his associate []. She described this law firm as being tax lawyers for Mr. CORNFELD. She made a telephone call to Vancouver, Canada, and that the area code was 604 but was unable to recall the telephone number of the person called. She stated that she may have placed one or more calls to Miami, but she did not recall the number or if she made such calls.

[] stated that during a telephone call to these people she always used the name [] as she is only known by most of these people by the name of [].

[] was asked again if she had ever used any type of device to make these phone calls instead of the regular phone. She denied any such use and indicated that she really did not know what type of device the Agents were referring to. At this time both SA [] and SA [] verbally described such a device to [] as an object containing buttons and numbers, some items of which were similar to a calculating machine and quite small in some cases. She was told that it was a device used to make telephone calls without the phone company charging the caller for the call.

3
LA 87-40513

At this time, [] stated that on a previous trip to Mr. CORNFELD's residence, about two years ago, she observed a device, which she described personally as a "gadget" which was in the possession of a man at the CORNFELD residence. She stated that she was unable to provide the identity of this individual or any descriptive data. She denied the use of any such device herself. At this time, approximately 2:09 PM, [] interrupted the interview at which time, [] asked him the telephone number in St. Louis that she had made a call to. [] provided that number at this time as []. [] was asked by SA [] if this was his residence or personal telephone number and [] replied that he resided in Amsterdam, but this was the telephone number of his father [].

At this point, [] consented to be interviewed by SA [] at the opposite end of the dining room table.

[] was asked if she had seen such a telephone device, as she had previously described, anywhere in the CORNFELD residence. She replied that she really did not understand what these devices were but that she had seen two peculiar items that the Agents might be interested in and volunteered to show SA [] where these items were located.

At this point, SA [] accompanied [] out of the dining room area and up a rear set of stairs to the third floor level of the house. [] proceeded immediately to a small bedroom at the rear of the residence. Beside the bed on the floor was a gray American Tourister attache case also bearing the name []. This briefcase was open and contained a numbered black box device with a companion item of equipment. [] picked up this attache case and handed it to SA []. It was noted that the electrical cord to the items was plugged into the wall socket behind the bed. Further examination developed that the black box device contained various numbers and had a caution statement referring to the fact that this equipment was a transistorized appliance and the companion device, in the same case, was a Calrad AC-DC converter. SA [] observed in that

4
LA 87-40513

bedroom a telephone which had four push button lines which were the following numbers:

(213) 274-8696, 8697, 8698, and 4688

Above indicating trunk lines.

[] stated that she did not know who occupied that particular bedroom and that she did not believe it had been occupied the previous night inasmuch as the bed was made up. She stated that various people had used the bedroom and she was not acquainted with who used it last. She advised that she did not know who the device that she gave to SA [] belonged to.

SA [] noted that there were no clothes items in the closet and the room was sparsely furnished, containing a few books, records and a record player and certain other small items. [] then proceeded immediately down the hallway to the opposite side of the third floor to a locked door at the end of the hallway, adjoining that door was a small bathroom. [] went into the bathroom and extracted a key which she had hidden in one of the cabinets in the bathroom. She stated that she did this because she locked the bedroom to prevent the theft of any of her personal property such as her jewelry. [] stated that this was not her usual bedroom inasmuch as she had been staying in a bedroom midway down the hall. However, two or three days ago she put another girl in the bedroom she had been using and she, [], moved temporarily into the bedroom which she had locked.

[] during her conversation, immediately unlocked the door, walked into the room and immediately picked up from the chest of drawers to the right of the door, a small "black box" device that had what appeared to be a microphone attached to it and handed this item to SA []. She then picked up from the top of the same dresser, a small wooden box lined with a greenish gold velvet material. She stated that the black box device had been in the case apparently but, that she had not been able to make the item fit into the case. She stated that the black box and case had been in the room on the dresser when she moved into the room.

5
LA 87-40513

At this time, [] was asked if there were any more devices in the residence to her knowledge and she answered in the negative. [] opened several drawers of the chest of drawers, personally, and extracted from one of the drawers, a note pad bearing the letterhead IOS with the name BERNARD CORNFELD. She handed this item to SA []. The first page of the pad contained a name and three telephone numbers. In the pad was a business card of [], Sao Paulo-Brazil, Rochelle Military Inc., 700 Madison Avenue-Store-New York, New York, telephone number []. She stated that she did not know who the pad belonged to or the individual on the business card. She stated that she did not know to whom the black box belonged and it had been in the bedroom when she moved into that room.

She was asked if there were any other items in the room relating to telephone numbers and she voluntarily produced her personal telephone directory, a brown leather holder with the name [] embossed on it. She was informed that SA [] would have to take this item along with the two devices, previously picked up. She specifically requested that after completion of examination that her personal directory be returned to her. She was advised that the item would be returned to her in due course. She was informed that a xerox copy of the telephone numbers in the book could be made for her personal use pending return of the original item.

During the conversation in [] bedroom, she was specifically asked if Mr. CORNFELD was aware that she had a key to the bedroom, her bedroom that had been locked. [] replied that she was unable to say if Mr. CORNFELD knew that she had a key. She replied that the maid knew that [] retained a key to the room inasmuch as [] usually hides the key to the bedroom in the adjoining bath. [] would then tell the maid where the key was hidden whenever the maid needed to clean the bedroom.

6
LA 87-40513

[] displayed her old German passport issued December 5, 1966 in Geneva, Switzerland and bearing the number Nr. []. She advised that this passport was no longer valid in that she had been issued a Swiss passport to replace it. She displayed her Swiss passport which reflected the number [], issued at Geneva, Switzerland, on October 23, 1974. Instead of reflecting her birth date the passport reflected that she was from []. [] stated that even though she had been born in [], on [], the Swiss passport authorities insisted that on her Swiss passport that the area of origin be that of her husband's family. Therefore, that is why her passport reflected that she was from []. She verbally described herself as being 5'3" tall and weighing approximately 100 pounds. She was observed to be a female caucasian with dark brown hair.

SA [], at this time, was carrying the previously mentioned attache case with the telephone devices in it along with the second telephone device and [] telephone directory and the note pad which she had provided. [] picked up her purse, and obtained from beneath her mattress a quantity of which she said was her jewelry. She wore some of this jewelry and took her purse containing other jewelry back to the first level of the residence. SA [] followed her carrying the above mentioned items that [] had voluntarily located and provided SA []. SA [] and [] returned to the dining room area where the items mentioned above were placed on an adjoining table in the formal dining room area. [] reiterated that she did not understand what the devices were but that after having them described by SA [] she was able to recall the device and thereafter, was able to take SA [] to their location on the third floor of the residence. [] did not display any reluctance to take SA [] to the location of the telephone devices and appeared to be cooperative in providing the material. As a matter of fact, she lead the way to the third floor of the residence and specifically pointed out the items.

7
LA 87-40513

At approximately 2:20 PM, after SA [] and [] had returned to the formal dining room, SA [] approached, inquired as to the identity of [], and then proceeded to serve a subpoena on []. At this time, [] was seated at the table to the right of SA [] and [] arrived and seated himself at the table to the left of SA []. SA [] was standing behind SA [] chair. [] instructed SA [] on several occasions to notify the Agents that he was [] attorney and that he desired to be told by the interviewing Agents what questions they had asked [] prior to this time. [] was informed by SA [] that the matter would be discussed with him after the service of the subpoena and after the return to the interview of SA []. [] indicated that he was dissatisfied with this situation and he felt there was resentment against him being there at that time. SA [] replied that SA [] had been informed that [] was Mr. CORNFELD's attorney and SA [] inquired if [] was now also representing []. [] replied that he was representing her.

SA [] completed the service of the subpoena and provided [] with a copy of the subpoena. No further attempt was made to interview [] inasmuch as her attorney advised [] not to say anything further or answer any questions. [] requested to know what questions had been asked previously of []. At this time, SA [] informed [], in SA [] presence, that generally she had been questioned as to her use of the telephone devices, which use she had denied, and her knowledge of the location of any such devices in the residence, which location she voluntarily provided. He was advised that any further information as to what [] had told the interviewing Agents, he could obtain directly from [] or sometime in the future contact the United States Attorney's Office to obtain such information.

[] asked [] if the Agents had explained her rights to her. Present at this question were SA [] and SA []. [] replied "yes." [] inquired of [] if the Agents had told her she was entitled to an attorney to which [] replied, "yes, they said I could have an attorney."

8
LA 87-40513

At 2:44 PM, SA [] and SA [] left the table and allowed [] to confer with [] privately. At approximately 2:50 PM, [] advised SA [] and SA [] he was terminating the interview with [] as her attorney, in view of the fact that he felt there were bad "vibes" from one of the Agents and felt that there had been a resentment when he interjected himself into the interview and service of the subpoena.

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/31/75

At the time of initial entry by Special Agents of the Federal Bureau of Investigation by means of a search warrant into the residence at 1100 Carolyn Way, Beverly Hills, California, the following described vehicles were observed parked at the rear of the residence:

Motorbikes:

Suzuki, California License [REDACTED]

Honda, California License [REDACTED]

Honda, California License [REDACTED]

Honda, California License [REDACTED]

Suzuki, California License [REDACTED]

Vehicles:

Chevrolet, California License [REDACTED]

Ford, LTD station wagon, light blue in color,
California License [REDACTED]b6
b7C

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-
by SA [REDACTED] /slf Date dictated 1/31/75 20

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/31/75

During a search of the residence of BERNARD CORNFELD, 1100 Carolyn Way, Beverly Hills, California, a United States Passport was located in a briefcase in an alcove area on the main floor of the residence, south side, which area appeared to be reserved as a mail-office room. The passport, Number Z 2102386, was issued October 1, 1974, to BERNARD CORNFELD, born August 17, 1927, birthplace Turkey, hair blonde, eyes blue, height 5'8", date of expiration September 30, 1979.

The above described passport was not seized.

b6
b7C

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513
by SA [redacted] slf Date dictated 1/31/75 21

FEDERAL BUREAU OF INVESTIGATION

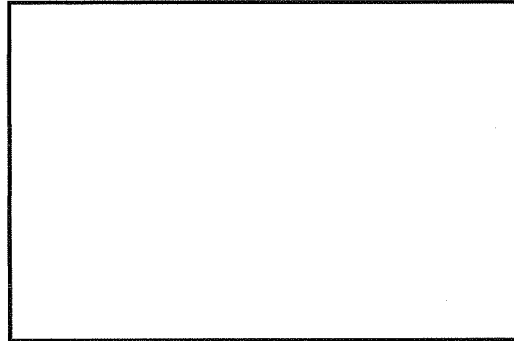
1Date of transcription 1/29/75

At 1:31 PM, January 28, 1975, a Buick Le Sabre, California license [redacted], entered the front parking area at 1100 Carolyn Way, Beverly Hills, California, and parked.

The lone driver identified herself as [redacted] employed only the day before, at this location. She explained that she was just arriving to begin her day's work. Upon request, she presented her California drivers license, which bore her photograph and contained the following information:

CDL #
Name
Address

Sex
Born
Height
Weight
Hair
Eyes



b6
b7C

During initial contact with the driver, SA [redacted] identified himself to the driver, displaying his credentials and explaining that a search was underway at this location.

Upon completion of recording of the driver's identification, above, she explained that under the circumstances she had decided to return home instead of remaining, and departed in her car.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-22
by SA [redacted] /wmp Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/29/75

Search was conducted of the office of BERNARD CORNFELD, located on the first floor of the residence at 1100 Carolyn Way, Beverly Hills, California. This office contained a desk, a table, a shelf cabinet with glass-panel doors, two xerox machines, three telephones and several file-drawer cabinets.

A small, grey telephone directory, bearing the name on the front cover, [redacted] contained in a red binder, was found lying on the table near the telephone located on that table. This directory was seized.

A telephone directory consisting of yellow, ruled, seven-ring looseleaf inserts, in a black, twelve-ring, looseleaf binder, was found under papers lying on the top of a metal desk-shelf holder, on a shelf of the shelf cabinet. Two photographs were taken of this open shelf cabinet, one with the directory in place where it had been found, and not showing in the photograph, the other with the directory standing, open, leaning against the front of the desk-shelf holder. This directory was seized.

b6
b7C

A Rolodex, model number 2254, was found on top of the two-drawer, grey, file-drawer cabinet located to the right, just inside the interior entrance to the office. Inspection of the contents of this Rolodex disclosed that it contained numerous foreign-exchange telephone numbers. This item was seized.

A Rolodex was found on top of the desk. Inspection of its contents disclosed that among the cards therein were thirty-four cards bearing foreign-exchange telephone numbers. These thirty-four cards were removed from this Rolodex and were seized.

One of the drawers at the right side of the desk was found to contain a corporate seal. An impression of this seal was made on a blank envelope lying on the top of the desk, which was then seized.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-22

by SA [redacted] /wmp Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/31/75

While conducting a search at the residence located at 1100 Carolyn Way, I searched a room on the third floor from the ground at the rear of the house. This room was located on the left side at the opposite end of the hall from the stairway, and which contained a baby bed. Nothing was removed as evidence from this room.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513 24
by SA [redacted] /pml Date dictated 1/30/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/31/75

Pursuant to a search warrant issued by U.S. Magistrate JOHN R. KRONENBERG on January 27, 1975, a search was conducted of the premises located at 1100 Carolyn Way. The following items were removed and seized from an office located adjacent to the dining room:

One blue spiral notebook titled "Individual Record of Incoming and Outgoing Telephone Calls."

One brown address and telephone book titled "Executive Log, 1972."

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513 ²⁵

by SA [redacted] /pml Date dictated 1/30/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/29/75

SA [redacted], while participating in the execution of a search warrant at 1100 Carolyn Way, Beverly Hills, California, observed two 3" x 5" cards and a scrap of paper in the drawer of a bookshelf type stand in a rear bedroom on the third floor of the residence.

These items were shown to SA [redacted] and were initialed by both SA [redacted] and SA [redacted]. The two 3" x 5" cards appeared to be instructions on the operation of a machine. On the back of the first card there are the words "if freaks out clear".

The scrap of paper contains the initials "[redacted] Geneva".

Copies of the above mentioned items are attached.

*Xerox copies of the
cards are in the Rept.
but missing now.*

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513

SA [redacted] and
SA [redacted] /wrw/sk

Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/29/75

During participation in the execution of a search warrant at 1100 Carolyn Way, Beverly Hills, California, SA [] advised BERNARD CORNFELD that a door on the third floor level of the house was locked. Mr. CORNFELD was asked if he had a key to this room.

CORNFELD replied that he did not have a key to the room. CORNFELD stated that the room was previously occupied by a girl, who he did not identify, who left and took the key to the room with her.

SA [] informed CORNFELD in the absence of a key, that the door to that room would have to be forced.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-4051

SA [] and
SA [] /wrw/sk

Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/29/75

[redacted], Los Angeles, California, who was observed to be a female Negro, wearing a white uniform, was observed entering the rear door into the office area of the BERNARD CORNFELD residence. This entrance by [redacted] was observed by SA [redacted] after the initiation of participation in the execution of a search warrant at 1100 Carolyn Way, Beverly Hills, California.

[redacted] was requested to join other individuals, in the house who were at the time congregating in the bar and pool table area of the residence. During the walk to the area of the persons, [redacted] was told that there was a locked room on the third floor of the building and was asked if she had a key to open this room.

She replied that she did not.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513

WJW SA [redacted] /sk

Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/30/75

On January 28, 1975, a search warrant ordering the search of the premises known as 1100 Carolyn Way, Beverly Hills, California, was served by SA [REDACTED].

The following individual arrived at 1100 Carolyn Way, Beverly Hills, California, on January 28, 1975, after the search of the premises had begun. She was allowed to enter the premises and was interviewed to determine her identity. The following descriptive data was obtained through interview and observation:

Name
Address

Telephone

Race

Sex

Hair

Eyes

Height

Weight

Date of Birth

Social Security

Account Number

California Driver's

License Number [REDACTED]

b6
b7C

[REDACTED] stated that she first met CORNFELD on January 24, 1975, and the purpose for her being at the residence of 1100 Carolyn Way was to shoot the center spread for Playboy Magazine.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-
NDW
by SA [REDACTED] /MJW/pml Date dictated 1/30/75 *29*

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 1/30/75

On January 28, 1975, a search warrant ordering the search of the premises known as 1100 Carolyn Way, Beverly Hills, California, was served by SA [REDACTED]

The following descriptive data was obtained by SA [REDACTED] concerning the individuals present at 1100 Carolyn Way, at the time the search warrant was executed:

Name
Address

Former Address

Race
Sex
Hair
Height
Weight
Marital Status
Date of Birth
Place of Birth
California Driver's
License Number [REDACTED]

b6
b7c

Name
Address

Race
Sex
Hair
Eyes
Height
Weight
Date of Birth
Place of Birth

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-30

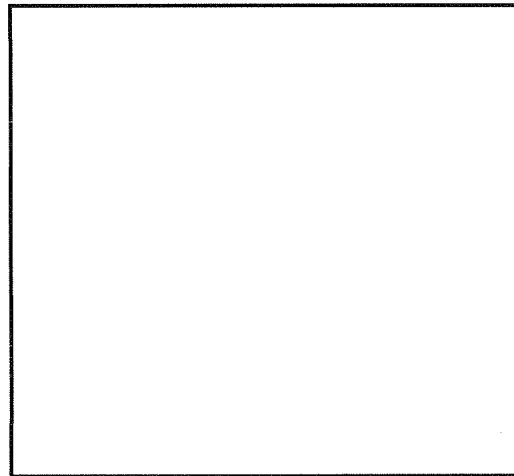
by SA [REDACTED] /cml Date dictated 1/30/75

2
LA 87-40513

Name
Address

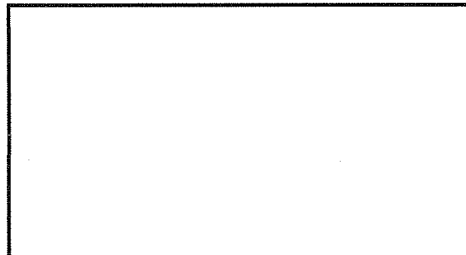
Former Address

Race
Sex
Hair
Eyes
Height
Weight
Date of Birth
Place of Birth



Name
Address

Race
Sex
Hair
Eyes
Facial
Characteristics
Height
Weight
Date of Birth
Place of Birth
California Driver's
License Number



3
LA 87-40513

The following individual arrived at 1100 Carolyn Way, Beverly Hills, California, at 2:35 p.m., on January 28, 1975, after the search of the premises had begun. She was allowed to enter the premises and was taken to the game room area and interviewed to determine her identity. The following descriptive data was obtained:

Name
Address

Date of Birth
California Driver's
License Number
Employment

b6
b7C

advised that her purpose in being at 1100 Carolyn Way, was to shoot the center spread for Playboy Magazine that afternoon.

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 1/30/75

[redacted] who identified himself as an attorney, was interviewed by SA [redacted] who identified himself by display of credentials, at 2:10 PM on January 28, 1975 in the formal dining room of the residence at 1100 Carolyn Way, Beverly Hills, California. [redacted] advised that his residence - office is located at [redacted] telephone [redacted]. [redacted] advised that as an attorney he was knowledgeable concerning his 'rights', and this subject was not further discussed. He advised as follows:

He has been a guest at the residence of BURNEY CORNFELD, at this address, for "a week" but was in Palm Springs, California, address not specified, on the past Friday, Saturday, and Sunday (January 24-26, 1975). He returned to 1100 Carolyn Way at approximately 10:30 AM on January 28, 1975 and since that hour has made six long distance telephone calls from this residence telephone. He identified these as two (2) calls to Chicago, Illinois area telephone [redacted], in an unsuccessful attempt to locate [redacted] a tax attorney; two (2) calls to Toronto, Canada, telephone numbers not recalled, in unsuccessful effort to contact an attorney named [redacted]; and two (2) calls to [redacted] at St. Louis, Missouri, telephone (area code 314) [redacted]. With regard to the Toronto calls one call was made to [redacted] residence and the other call was made to [redacted] office. Both calls were completed but [redacted] was not contacted.

[redacted] was asked if he had any knowledge of any electronic device utilized for placement of long distance telephone calls, or if he had used such device at this residence, 1100 Carolyn Way, on this date, January 28, 1975 or on any other date. [redacted] advised that he had read about such devices but that he has no specific knowledge concerning such devices, and that he has not utilized such a device on this or any other date.

Above interview was terminated at approximately 2:17 PM on January 28, 1975.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513

by SA [redacted]/sk Date dictated 1/29/75

R10

2
LA 87-40513

It will be noted that [] was observed to be male, Caucasian, approximate age 30-32, 5'10", 170 pounds, dark brown hair, wearing glasses, medium complexion.

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/3/75

BERNARD CORNFELD was contacted at 1100 Carolyn Way, Beverly Hills, California. He was advised of the name and official identity of the interviewing Agent. He was shown a search warrant, which he read. He said that he did not know what the FBI was seeking and did not know what a blue box was. He said he had no knowledge of any type of device being used at this residence to place toll free long distance phone calls.

b6
b7C

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513 - 2
by SA [redacted] pml Date dictated 1/30/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/31/75

On January 28, 1975, I approached the entrance of the residence located at 1100 Carolyn Way, Beverly Hills, California, in effort to serve a search warrant issued by U.S. Magistrate JOHN R. KRONENBERG on January 27, 1975.

Upon approaching the entrance to the residence, it was determined that the door bell was inoperative. A piece of paper was attached to the door facing with a notation that the door bell was inoperative and to call telephone extension 9 for entrance. I called this number from a telephone located near the entrance and a female answered with the word "Grayhill". I announced to this female that I was a Special Agent of the FBI and asked her to come to the front entrance. Immediately thereafter, a female came to the front entrance. Upon viewing the credentials of SA [REDACTED] and SA [REDACTED] she retreated in the residence and returned with a man identified as BERNARD CORNFELD.

b6
b7c

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-33
by SA [REDACTED] /pml Date dictated 1/30/75

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 1/31/75

On January 28, 1975, I served a search warrant at the residence located at 1100 Carolyn Way, Beverly Hills, California. Upon approaching the large front door I pressed two buttons that I thought was the door bell to the residence, with no response. SA [] picked up a telephone that was located near the door and dialed a number, and a female answered. She approached the door, which was a glass door, and as she approached I displayed my credentials through the door and stated that I was with the FBI and that I had a search warrant for the premises. Without unlocking the door she immediately turned and disappeared into another room.

b6
b7c

A moment later I saw someone approach the door who I later determined was BERNARD CORNFELD. He unlocked the front door and I again identified myself to him and gave him the search warrant. Mr. CORNFELD and I proceeded to the foyer in front of a room that appeared to be a recreational room. Mr. CORNFELD advised me that there were a lot of people conducting business in the residence and did not feel that the FBI should be around to disrupt this procedure. I advised Mr. CORNFELD that in view of the fact we had a search warrant for the premises and because it was the FBI's responsibility to insure that no evidence is destroyed, the people would be placed in a room where their activities could be controlled and observed.

Mr. CORNFELD stated that there was an attorney on the premises and that he wanted to show him the search warrant and consult with him. I advised him that this was permissible and Mr. CORNFELD and I proceeded through the house to a bedroom near the large living room and office. In this bedroom we met a man who identified himself to me as [] an attorney.

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513-34

by SA [] *[Signature]* Date dictated 1/30/75

2

LA 87-40513

[] was given the search warrant, which he appeared to read for approximately five minutes. He then made the statement to Mr. CORNFELD, "I don't think this is a good search warrant." He then requested to make a phone call.

We then proceeded to the large office area where I advised [] he could make a phone call, but that I would have to be present in order to observe his activities. He requested that I remain out of hearing distance, which I did.

b6
b7C

Mr. CORNFELD and I stayed in the large living room area while [] made the phone call. His phone call lasted for approximately 20 minutes. During this time, SA [] of the FBI, who was participating in this search, approached Mr. CORNFELD and advised him that there was a room on the upper floor that was locked and asked Mr. CORNFELD if he had a key to that room. Mr. CORNFELD stated that this room was being occupied by a girl who was not there at the present time, and when she left she took the key with her. Mr. CORNFELD advised that there was no other key to this room.

Upon completion of [] phone call, [] Mr. CORNFELD, and myself proceeded back to the area in front of the recreational room.

At this time I gathered the people who were at the residence when I arrived into the recreational room, and advised them that anyone that wished to was free to leave, but would have to be searched and identified prior to their leaving. I then asked if anyone wished to leave. A [] advised that he wished to leave.

3
LA 87-40513

Prior to leaving, [] furnished the following information about himself:

Name
Race
Sex
Date of Birth
Place of Birth
Height
Weight
Hair
Eyes
Residence

Canadian Passport
Number
Nationality
Citizenship
Occupation
Employment

Girlfriend

[] advised that he was visiting at this residence with his girlfriend, [] He has no knowledge of individuals making long distance phone calls by the use of any type of an electronic device. He has only been here for one day.

In response to my question concerning anyone that wished to leave, [] advised that she wished to leave with [] In view of this she was advised of her rights as shown on an executed "Interrogation; Advice of Rights" form, and she furnished the following information about herself:

4
LA 87-40513

Name
Race
Sex
Date of Birth
Place of Birth

Height
Weight
Hair
Eyes
Residence

Telephone

[redacted] advised that she is an actress-writer and that she speaks French. I asked her if she knew anyone herself staying at this residence that spoke French, and she stated that [redacted] does. She advised that she has been here off and on for approximately a month. She has made long distance phone calls to British Columbia, Canada, and Chicago, but charged them to her British Columbia number. She advised that she may have placed a phone call for CORNFELD, in the late afternoon, to British Columbia, Canada, but she went through an operator and did not use any type of a device.

b6
b7C

After interviewing [redacted] and [redacted], I escorted them to their car and allowed them to leave the premises.

I returned to the dining room area, at which time I contacted [redacted], also known as [redacted]. I advised [redacted] that I had a subpoena for [redacted]. I advised her that this subpoena was ordering her to appear at a Federal Grand Jury in Los Angeles, California, on February 19, 1975, where she was to provide [redacted]. I also advised her that this

b3
b6
b7C

5
LA 87-40513

subpoena could be satisfied by her contacting me after consulting with her attorney and setting up an appointment prior to February 19, 1975. During the process of attempting to serve her this subpoena, [] appeared and demanded that I tell him what questions I had asked her, stating that he was representing her at this time. I told him that I had not interviewed her, that I was in the process of serving her a subpoena, and that upon completion of this task would have the Agent who conducted the interview of her talk to him. He kept persisting on being told what was asked her now prior to my completion of serving her the subpoena. He stated that he felt I was antagonistic toward him, and was refusing to allow him to talk to his client. I again told him that the Agent that conducted the interview would speak to him after I served the subpoena. I then completed serving the subpoena on []

b3
b6
b7C

After serving [] the subpoena, I proceeded to a third floor bedroom, which I had been advised by SA [] was [] room, which room I proceeded to search. In this room I found a brown address book with brass metal corners, a small black address book with the words "The Fund of Funds" engraved in gold on the front, a gray Subscriber Trunk Dialing Instructions and Call Charges book, and a 3" by 5" card bearing various hand printed numbers and the hand printed names of various foreign cities, including London and Geneva. This card also bore writing which appeared to me to be the procedure to be utilized in the operation of a typical blue box.

6
LA 87-40513

The brown brass cornered telephone directory that I found bore the number 476020, and the number 415-362-8800. These numbers were recognized by me as numbers utilized by someone at this residence in the operation of a blue box telephone call. In this bedroom there was a key-in-base telephone with the numbers 274-8696; 8697; 8698; and 4688 on it.

After completion of the search of this bedroom I returned to the game room area where [] and [] were seated. SA [] requested [] surrender her passport to the FBI. After consulting her attorney she turned over her Swiss passport to me.

b6
b7C

I then proceeded to the dining room area where I made out an inventory of all items seized. After completion of this inventory, Mr. CORNFELD was allowed to view every item that was seized prior to it being taken away.

Mr. CORNFELD was asked to sign the receipt, which he read and refused to do. After completion of the inventory, a copy was left on the dining room table in the presence of Mr. CORNFELD.

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/29/75

Inspection of the contents of the Rolodex found on top of the file cabinet in ~~BERNARD~~ CORNFIELD's office at 1100 Carolyn Way, Beverly Hills, California, January 28, 1975, disclosed that thirty-four cards contained therein contained information, and that all of these were filed under the first few letters of the alphabet, specifically, behind divider labels "A" and "Am". This inspection failed to disclose any information recorded on other cards filed in this Rolodex.

The thirty-four cards in this Rolodex containing information were removed from this Rolodex to permit more compact filing of the evidence.

The information appearing on these cards is not typed directly onto the cards, but onto a paste-on or glue-on tape which is affixed to the fronts, and most of the backs, of these cards.

b6
b7C

Interviewed on 1/29/75 at Los Angeles, California File # Los Angeles 87-40513 - 3.5
by SA [redacted] /wmp Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/29/75

During listing of evidence seized, in dining room of the residence at 1100 Carolyn Way, Beverly Hills, California, January 28, 1975, [] identified an item in SA [] possession as his own, stating that he hoped it was not being taken, since it was his.

The item so identified was the grey telephone directory contained in red binder.

A few minutes later, having concluded that this item was being seized, [] asked if he could be permitted to xerox the contents of this directory, since it contained one or more telephone numbers which he could not get in the telephone books.

b6
b7C

Attempt was made, in SA [] presence, to copy this material on the xerox machine on the table in the first-floor office at this address. However the machine malfunctioned and this attempt had to be abandoned.

Pursuant to arrangement made then with [], a xerox copy of these contents was made at the Los Angeles Office of the FBI immediately following his return there by SA [] on January 28, 1975. This copy was delivered by SA [] during the morning of January 29, 1975 to SA [], for delivery to [].

Interviewed on 1/28, 29/75 at Beverly Hills and Los Angeles, California File # Los Angeles 87-40513 -36
by SAs [] and [] Date dictated 1/29/75
[] wmp

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/3/75

On January 29, 1975, [] turned over to me a German Passport, Number [], as a result of an agreement between Assistant United States Attorney (AUSA) WILFRED HEARN and her Defense Attorney, []

On January 29, 1975, I turned this passport over to the Magistrate's Clerk's Office.

On January 30, 1975, I turned over to the Magistrate's Clerk's Office a Swiss Passport, which was obtained from [] on January 28, 1975.

b6
b7C

Interviewed on 1/29/75 & 1/30/75 at Los Angeles, California File # Los Angeles 87-40513-37

by SA [] Date dictated 1/31/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/3/75

Special Agents [] and []
[] verified that one of the blue boxes seized pursuant
to a search warrant of 1100 Carolyn Way, Beverly Hills,
California, on January 28, 1975, was a working blue box.
On January 30, 1975, this was accomplished by placing a
call from [], extension [] to []
extension [], through telephone number []
This call was completed by use of the small blue box
that has a red button on the face and has white circles
with black numerals from 1 through 10 on the face. To
accomplish the completion of this phone call, []
[]

b2
b6
b7C
b7E

1/30/75 Los Angeles, California Los Angeles 87-40513-38
Interviewed on _____ at _____ File # _____
SA [] and
SA [] /LLM/pml Date dictated 1/31/75
by _____

b6
b7C

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/3/75

[redacted]
[redacted], was interviewed concerning information he had received from [redacted] concerning the use of a blue box at BERNARD CORNFELD's residence, 1100 Carolyn Way, Beverly Hills, California. [redacted] advised that he grew up as a neighbor to [redacted] who is [redacted] and who worked for CORNFELD during the latter part of 1974.

During the first part of December, 1974, [redacted] advised that [redacted]
[redacted] She advised that CORNFELD had a blue box which was utilized at this residence. She advised that it was located in a bedroom across from a nursery. She further advised that CORNFELD's [redacted] physically used this blue box.

b6
b7C

Interviewed on 1/31/75 at Los Angeles, California File # Los Angeles 87-40513-43

by SA [redacted] koml Date dictated 2/3/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/3/75

A dark gray brief case containing two black boxes with what appeared to be a Telephone Touch dial, a gray metal box with wires, and a white and brown jewel box, were dusted for latent fingerprints. Also dusted were the above described contents of this brief case. The following latent prints were developed as noted:

Latent Lifts:

1 - 4	On larger of two black boxes.
5 - 7	On smaller of two black boxes.

b6
b7c

Interviewed on 2/3/75 at Los Angeles, California File # Los Angeles 87-40513-44
by SA [redacted]/pml Date dictated 2/3/75

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE LOS ANGELES	OFFICE OF ORIGIN LOS ANGELES	DATE 2/3/75	INVESTIGATIVE PERIOD 1/24/75 - 1/31/75
TITLE OF CASE CHANGED BERNARD CORNFELD; [redacted] aka [redacted] aka [redacted] dba Grayhall, Incorporated 1100 Carolyn Way Beverly Hills, California		REPORT MADE BY [redacted] CHARACTER OF CASE ITSP - FBW	TYPED BY pml

Title marked changed to add the alias of [redacted]
as [redacted] to add the additional subject of [redacted]
[redacted], also known as [redacted] and to correct the spelling
of Grayhall, which was formerly carried as Grayhill.

REFERENCE: Los Angeles teletype to the Bureau, 1/28/75.

b6
b7C

ADMINISTRATIVE

- P -

Fugitive credit being claimed by Los Angeles. Whereabouts of subject [redacted] at time of authorization was not known. FD-65 not submitted as subject apprehended.

ACCOMPLISHMENTS CLAIMED					<input type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
	1 - LA						PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 1 - Bureau 1 - USA, Los Angeles (Attn: AUSA ROBERT C. BONNER) ② - Los Angeles (87-40513)		[redacted] Accomplishments <i>43</i> Convictions F, S, & R Fugitives Antes Credit Agent Supervisor SEARCHED INDEXED SERIALIZED FILED	
Dissemination Record of Attached Report		[redacted] <i>1 NY 62-14674</i> <i>ALL LA 62-7594</i> 87-40513-461	
Agency			
Request Recd.			
Date Fwd.			
How Fwd.			
By			

LA 87-40513

ADMINISTRATIVE CONTINUED

On 1/30/75, [] advised that the person most responsible for using blue boxes in BERNIE CORNFELD's mansion was [] who was []

b2
b6
b7C
b7D

[] is in continuous contact with the people who reside there. []

[] Source advised that all the calls placed by use of a blue box were made at CORNFELD's direction.

On 1/29/75, Lieutenant [] Beverly Hills Police Department, specifically advised that he had been requested by Chief of Police CORK to follow the CORNFELD matter and obtain any information regarding the operation of a business at the CORNFELD residence and obtain all available information regarding the telephone numbers and identities of persons at the residence inasmuch as his department is conducting homicide investigation and a case involving stolen airline tickets.

On 1/29/75, several attempts were made to contact Lieutenant [] and no response was received from his department.

b6
b7C

On 1/30/75, Lieutenant [] advised they were no longer interested in information relating to a business operation out of the CORNFELD residence as the District Attorney would not prosecute on such matters.

[] was informed relative to the presence of slot machines in the CORNFELD residence, and [] indicated that they were not interested in this type of thing. [] made the statement, "If we took all the slot machines out of houses in Beverly Hills, we would be in real trouble."

LA 87-40513

[] did, however, requested that they be furnished with a copy of the telephone numbers found in the various telephone directories confiscated on the execution of the search warrant at the CORNFELD residence.

Lieutenant [] was advised that, in view of the lack of prosecutive interest on the part of the Beverly Hills Police Department, in this matter, information regarding the slot machines may be disseminated to the District Attorney's Bureau of Investigation or other appropriate local agencies such as the Los Angeles County Sheriff's Office. He was further advised that it was anticipated that information on the telephone numbers obtained in the search and identities of persons at the residence would probably be disseminated for intelligence information to Local Los Angeles Police Department and Los Angeles County Sheriff's Office Intelligence Details.

b6
b7C

On 1/28/75, SA [] at the instructions of Supervisor [], attempted to contact Chief of Police CORK, Beverly Hills Police Department, to advise him of an FBI operation in that city. Attempts to contact Chief of Police CORK, Captain [], Captain [], and officers of Lieutenant rank were negative. All of these individuals were either unavailable or in conference. SA [] contacted Watch Commander Sergeant [] and advised him that there would be several FBI cars and Agents in plain clothes conducting an operation in the general area of the Beverly Hills Hotel on Sunset Boulevard. Sometime that day he was further advised that in the event the operation occurred, the Beverly Hills Police Department would be notified of the details.

Sergeant [] was requested to advise his superiors of the above information in view of the fact that SA [] had been unable to contact any of the administrative officers.

LA 87-40513

At approximately 5:00 p.m., SA [] after returning to the FBI Office from the search warrant execution, telephonically contacted Detective Sergeant []. [] stated that he had already heard from an undisclosed source that the FBI had been at the CORNFELD residence. He was advised that a search warrant was executed at that residence and a successful effort to obtain evidence relating to a telephone electronic device allowing persons to make unauthorized interstate phone calls. He was requested to advise his superiors.

Sergeant [] stated that his office would be interested in information regarding telephone numbers and the identity of girls located at the CORNFELD residence in view of numerous complaints against CORNFELD by girls who had been at the residence along with other problems relating to activities at that residence.

On 1/29/75, Lieutenant [] contacted SA [] and requested that he be personally furnished with information relating to whether or not CORNFELD appeared to be operating a business out of his residence and whether or not the residence contained what appeared to be business files, equipment and cabinets, inasmuch as there is some obscure Beverly Hills ordinance against this activity. He advised that he had received a request from higher echelon to look into the matter.

Lieutenant [] advised further that the Beverly Hills Police Department was interested in investigation of a homicide matter and fraudulent use of airline tickets and desired to have all available information concerning telephone numbers, addresses, and identities of people obtained in the execution of the warrant. He requested that he be personally furnished this information for dissemination to his superiors.

LA 87-40513

Lieutenant [] stated that SA [] felt confident that this information that he desired could be disseminated to him for intelligence purposes only, at which time, in view of the current federal case. He was further advised that in view of the volume, xeroxing of this material would take considerable time but he would be contacted when this is completed.

Lieutenant [] wanted to know if CORNFELD was present at the time of the execution of the warrant. He was advised by SA [] that CORNFELD and his attorney, [], were present and he was further advised, confidentially, that CORNFELD had denied ownership of the residence and that CORNFELD had stated that the residence belonged to a Bahamas Corporation and that no officer of that corporation was present at the time the search warrant was executed.

LEADSLOS ANGELES

AT LOS ANGELES, CALIFORNIA: (1) Conduct criminal check for BERNARD CORNFELD.

(2) Determine individuals registered to California vehicle licenses []

(3) Attempt to serve a subpoena on CORNFELD and [] for handwriting exemplars and fingerprints.

(4) Locate and interview [] [], Los Angeles, an employee of CORNFELD's.

LA 87-40513

(5) Locate and interview [redacted]
[redacted] concerning his association with
CORNFELD.

(6) Recontact [redacted], Los Angeles Police
Department Intelligence, telephone [redacted], concerning
his source who has advised that CORNFELD was to receive
additional shipment of blue boxes.

(7) Attempt to locate and interview [redacted]
[redacted]

F*
COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Los Angeles
(Attn: AUSA ROBERT C. BONNER)

Report of: [REDACTED] Office: Los Angeles, California
Date: 2/3/75

Field Office File #: 87-40513 Bureau File #:

Title: BERNARD CORNFELD;
[REDACTED]
[REDACTED] dba
Grayhall, Incorporated
1100 Carolyn Way
Beverly Hills, California

~~Character:~~ INTERSTATE TRANSPORTATION OF STOLEN PROPERTY -
FRAUD BY WIRE

b6
b7C

Synopsis: On 1/27/75, a search warrant was authorized by U.S. Magistrate JOHN R. KRONENBERG for the search of blue boxes at the residence at 1100 Carolyn Way, Beverly Hills, California. On 1/28/75, the search warrant was executed at which time two blue boxes were located along with phone numbers used by individuals placing long distance phone calls. It was determined primary suspect, [REDACTED], also known as [REDACTED], was a Swiss citizen, in the United States temporarily. Assistant United States Attorney (AUSA) GERALD L. NEWTON orally authorized arrest of [REDACTED] for violation of Title 18, United States Code, Section 1343, Fraud By Wire. On 1/28/75, [REDACTED] arrested and released by U.S. Magistrate KRONENBERG on \$10,000 Corporate Surety. On 1/29/75, subject arraigned before Magistrate, who reduced bond to \$2500 Corporate Surety bond to be posted by 12:00 noon 1/30/75. Bond posted on 1/30/75.

- P -

DETAILS:

LA 87-40513

TABLE OF CONTENTS

	<u>Page</u>
PREDICATION	3
SEARCH OF THE RESIDENCE AT 1100 CAROLYN WAY, BEVERLY HILLS, CALIFORNIA	16
ARREST OF 	52
INVESTIGATION CONCERNING THE TAPE RECORDINGS OF TELEPHONE CALLS	57
MISCELLANEOUS INFORMATION	67
SEARCH WARRANT, COMPLAINT AFFIDAVITS, AND EXECUTED SEARCH WARRANT	72

LA 87-40513

This investigation is predicated upon receipt
of the following information from

b3
b6
b7C

LA 87-40513

SEARCH OF THE RESIDENCE
AT 1100 CAROLYN WAY,
BEVERLY HILLS, CALIFORNIA

LA 87-40513

INVESTIGATION CONCERNING
THE TAPE RECORDINGS
OF TELEPHONE CALLS

LA 87-40513

MISCELLANEOUS INFORMATION

LA 87-40513

SEARCH WARRANT,
COMPLAINT AFFIDAVITS, AND
EXECUTED SEARCH WARRANT

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES (87-40513) (P)

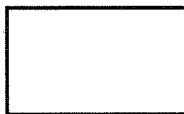
DATE: 2/7/75

FROM : SUPV. [REDACTED]

SUBJECT: BERNARD CORNFELD, aka;
ET AL
ITSP - FBW
OO: Los Angeles

The following license numbers were observed
on vehicles parked in the driveway of BERNARD CORNFELD's
residence located at 1100 Carolyn Way, Beverly Hills,
California, on 1/28/75:

b6
b7C



Rolls Royce



(Utah)

Monte Carlo



Volkswagen



Cadillac



(British Columbia)

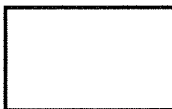
Volkswagen



Dune buggy



Ford



Dodge

87-40513-47

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 7 1975	
[REDACTED]	



TES/dls
(2)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

LA 87-40513

[REDACTED]
Cadillac

[REDACTED]
Mercedes

(This vehicle was driven by representative
of "Playboy" magazine)

[REDACTED]
Lincoln

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b2
b6
b7C
b7D

TO : SAC LOS ANGELES

DATE: 2/7/75

FROM : SA [REDACTED] -p-

SUBJECT: [REDACTED]

Dates of Contact [REDACTED]	
File #s on which contacted (Use titles if File #s not available or when CI provides positive information)	
[REDACTED]	MULTI - FREQUENCY DEVICES FBW LA 87-36272
BERNARD CORNFIELD, aka ITSP - FBW OO: LA 87-40513	
Purpose and results of contact Information furnished on 2/7/75.	
<input type="checkbox"/> NEGATIVE <input checked="" type="checkbox"/> POSITIVE <input type="checkbox"/> STATISTIC	Information obtained herein confidentially; informant's identity not to be revealed in a report or otherwise unless it has been definitely decided his testimony is to be used in a trial or judicial proceeding.
INDEX: To LA 87-40513: [REDACTED]	
Source advised he will attempt to obtain whereabouts of [REDACTED], his phone number and address. [REDACTED] [REDACTED] would contact [REDACTED] for source.	
Recommend 87-new be OLA on [REDACTED] <input type="checkbox"/> POSITIVE ASSIGNMENT GIVEN (Ghetto only)	
Has informant shown any indication of emotional instability, unreliability or furnishing false information? NO	
<input checked="" type="checkbox"/> Informant certified that he has furnished all information obtained by him since last contact, including information concerning narcotics.	Coverage Criminal
PERSONAL DATA 1 - 87-New [REDACTED] 1 - [REDACTED] ① - 87-40513 (Attn. [REDACTED]) 1 - 87-36272 WOH/WOH (4)	87-40513-50 SEARCHED INDEXED SERIALIZED FILED FEB 8 1975 [REDACTED]

FEDERAL BUREAU OF INVESTIGATION

1

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED.

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date of transcription 2/7/75

A Confidential Source, Los Angeles, California, furnished the following information:

[redacted], a White male, was arrested several years ago at his residence [redacted] California, by the Beverly Hills Police Department after the police had gone to that location and discovered multi frequency devices, also known as "blue boxes," and other technical equipment indicating that [redacted] was involved in fraud against the telephone company.

[redacted]

[redacted]

The attorney at law who defended [redacted] on charges several years ago arising out of the Beverly Hills Police Department arrest, is the same attorney who is presently defending BERNARD CORNFELD. BERNARD CORNFELD is reportedly a millionaire and according to an article in a recent issue of the Los Angeles Times a blue box was found in his Beverly Hills home in an FBI raid.

b6
b7C
b7D

On February 7, 1975, [redacted]

[redacted] telephone [redacted]

[redacted] was contacted. [redacted]

[redacted]

[redacted] was deeply involved with CORNFELD [redacted] had been the source of CORNFELD's blue box.

[redacted] can contact [redacted]

Interviewed on 2/7/75 at Los Angeles, California File # Los Angeles 87-4051

by SA [redacted] /dga Date dictated 2/7/75

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 2/7/75

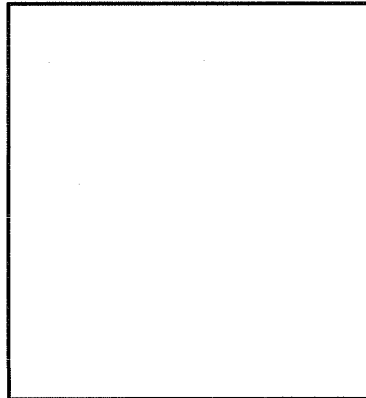
FROM : SUPV. [REDACTED]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

SUBJECT: BERNARD CORNFELD, aka;
ET AL
ITSP - FBW
OO: Los Angeles

The following Agents participated in the search
of BERNARD CORNFELD's residence located at 1100 Carolyn
Way, Beverly Hills, California, on 1/28/75:

SA
SA
SA
SA
SA
SA
SA
SA
SA
SA
SA
SA
SA
SA
SA



b6
b7C

Clerk [REDACTED] was also present during
the search at the above residence, and performed photographic
duties.

TES/dls
(2)

87-40513-51

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 7 1975	
FBI - LOS ANGELES	



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

VEH
OFCR [REDACTED] / VIN SER APPT SVS AWA5 DMV A AGENCY 4299
LIC [REDACTED] / VIN ENG SUM

[REDACTED]
[
DATE: 02/10/75 TIME: 12:19
REG : 74 LIC# [REDACTED] YRMD: 68 MAKE: VLKSW BTM : SD VIN# [REDACTED]
R/O : [REDACTED] C.O.: 19
ZIP#: 91732
SOLD: 00/00/67 ISSD: 06/18/74 LOCD: 2
L/O : ASSOC FINANCIAL SERVICES, 1671 E COLORADO CITY: PASADENA
TYPE: 11 *-YR: 71 VEH : 12 BODY: 0 CLAS: AJ FEL : 0024
END
^

87-40513 - 52

SEARCHED —
INDEXED —
SERIALIZED *[initials]*
FILED *[initials]*

4FBJ8KN6CEF.IV

[

DATE: 02/10/75 TIME: 12:19

REG : 75 LIC#: 152FVK YRMD: 65 MAKE: RORDY BTM : SD VIN#: LCEL25

R/O : CORNFELD SOPHIE, 1100 CAROLYN WY CITY: BEVERLY HILLS C.C.: 19

ZIP#: 90210

SOLD: 00/00/00 ISSD: 06/20/72 LOCD: 5 N.A.: 01/00/75

TYPE: 11 *-YR: 72 VEH : 12 BODY: 0 CLAS: CV FEE : 0144

END

^

4FBJJKN6CEC.IV

[

DATE: 02/10/75 TIME: 12:19

REG :74 LIC#:214EQY YRMD:69 MAKE:LCONT BTM :SD VIN#:9Y82A990054

R/D :GRAYHALL INCORPORATED, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:00/00/69 ISSD:02/09/72 LOCD:5

TYPE:11 *-YR:71 VEH :12 BODY:0 CLAS:BN FEL :0063

END

^

TRANSACTION NOT AUTHORIZED

4FDJ0KN6CE6.IV

[

DATE: 02/10/75 TIME: 12:20

REG :74 LIC#:415BXR MAKE:SPCNS BTM :SDBG VIN#:1170/8357

R/O :GRAYHALL INC, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:00/00/70 ISSD:07/22/71 LDCD:3

TYPE:11 CYL :04 VEH :12 BODY:0 CLAS:AM FEE :0022

END

^

4FBJDKN6CEH.IV

[

DATE: 02/10/75 TIME: 12:19

REG :74 LIC#:480FVK MAKE:MASER BTM :CP VIN#:AM115612

R/O :GRAYHALL INC, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:00/00/69 ISSD:07/18/72 LGCD:5

TYPE:11 *-YR:72 VEH :12 BODY:0 CLAS:CJ FCL :0122

END

^

[REDACTED]
[REDACTED]
DATE: 02/10/75 TIME: 12:25
REG :74 LIC#:[REDACTED] YRMD:70 MAKE:MBZ UTM :RDGP VIN#:[REDACTED]
R/O :[REDACTED] CITY:LOS ANGELES G.C.:19
ZIP#:90069
SOLD:00/00/70 ISSD:01/23/73 LOCD:2 N.A.:07/12/73
L/D :BK AMER, 8921 SANTA MONICA BL CITY:LOS ANGELES
TYPE:11 CYL :06 VEH :12 BODY:0 GLAS:BQ FEE :0052
END
^

TRANSACTION NOT AUTHORIZED

4FBJ6KN6CHQ.IV

[

DATE: 02/10/75 TIME: 12:25

REG :74 LIC#:783DUT YRMD:70 MAKE:CAD BTM :SD VIN#:S0101053

R/O :GRAY HALL INC, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:00/00/00 ISSD:11/09/71 LOCD:9

TYPE:11 *-YR:71 VEH :12 BODY:0 CLAS:BW FED :0074

END

^

4FBJDKN6CGN.IV

[

DATE: 02/10/75 TIME: 12:23

REG :74 LIC#:975ACW YRMD:70 MAKE:CAD BTM :CV68367 VIN#:F0163:74

R/O :HALL GRAY INC, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:11/20/69 ISSD:06/16/73 LOCD:9

TYPE:11 CYL :08 VEH :12 BODY:0 CLAS:BM FEL :0042

END

^

TRANSACTION NOT AUTHORIZED

VEH
UFCR [REDACTED]
LIC [REDACTED] / VIN SER APPT SVS AWT'S DMV C AGENCY 4299
ENG SUM

[REDACTED]
[
DATE: 02/10/75 TIME: 12:23
REG : 75 LIC#: 87979W YRMD: 74 MAKE: DODGE BTM : VN VIN#: A10AE4X13 1070
R/O : KEN MARCUS INCORPORATED, 6915 MELROSE CITY: LOS ANGELES C.C.: 19
ZIP#: 90038
SOLD: 10/17/74 ISSD: 12/05/74 LOGD: 8
L/O : GILMORE COMM/SAV BK, 6291 W 3RD ST CITY: LOS ANGELES
TYPE: 31 POWR: G AXLE: 2 WGT: 046.0 VEH : 32 BODY: V CLAS: BK FEL : 0134
END
^

VEH
OFCR [REDACTED] SER APPT SVS AWS DMV A AGENCY 4290
LIC [REDACTED] / VIN ENG SUM

[REDACTED]
[

DATE: 02/10/75 TIME: 12:23

REG : 74 LIC#: [REDACTED] YRMD: 69 MAKE: WNBGD DTM : HSCRD24 VIN#: [REDACTED]

R/D : [REDACTED]

CITY: [REDACTED] C.Cc: 19 ZIP#: 91040

SOLD: 11/25/69 ISSD: 07/29/72 LCD: 8

L/O : CPB FQU, 11641 SHERMAN WY CITY: N HOLLYWOOD

TYPE: 11 CYL : 08 VEH : 12 BODY: Y CLAS: C3 FEE : 0069

END

^

4FBJ0KN6CHX.IV

[

DATE: 02/10/75 TIME: 12:25

REG :74 LIC#:223EJV YRMD:72 MAKE:LCONT BTM :CP VIN#:2Y89A010457

R/O :TALBERT JEWELLERS INC, 18311 SHERMAN WY CITY:RESEDA

C.C.:19

ZIP#:91305

SOLD:09/30/71 IS.D:11/08/73 LOCD:2

L/O :SURETY NATL BK, 18440 SHERMAN WY CITY:RESEDA

TYPE:11 VEH :12 BODY:0 CLAS:CC FEE :0084

END

^

TRANSACTION NOT AUTHORIZED

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

[REDACTED]
[
DATE: 02/05/75 TIME: 15:21
REG :74 LIC#: [REDACTED] YRMD:74 MAKE:CHEV BTM :SD VIN#: [REDACTED]
R/O : [REDACTED]:LOS ANGELES C.C.:19
ZIP#:90008
SOLD:05/17/74 ISCD:07/31/74 LOCD:2
L/O :UNION BK, 15233 VENTURA BL CITY:SHERMAN OAKS
TYPE:11 VEH :12 BODY:0 CLAS:AZ FEL :0003
END
^

SEARCHED
INDEXED
SERIALIZED
FILED

24-4452-53

[REDACTED]
[
DATE: 02/05/75 TIME: 15:21
REG :74 LIC#: [REDACTED] YRMD:74 MAKE:CHEV BTM :VN VIN#: [REDACTED]
R/O : [REDACTED] HOLLYWOOD C.C.:19
SOLD:08/17/74 ISSD:09/17/74 LCD:4
L/O :BK AMER, 401 N HARBOR CITY:FULLERTON
TYPE:31 POWR:G AXLE:2 WGHT:03643 VEH :31 BODY:V CLAS:BB FEL :0049
END
^

4FBJDKN7GOR.IV

[

DATE: 02/05/75 TIME: 15:21

REG :74 LIC#:84676U YRMD:71 MAKE:CHEV BTM :PU VIN#:136801L138767

R/O :GRAYHALL INC, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:05/13/71 ISSD:02/22/74 LOCD:7

TYPE:31.POWR:G AXLE:2 WGHT:03500 VEH :32 BODY:P CLAS:AV FEL :0052

END

^

[REDACTED]
[
DATE: 02/05/75 TIME: 15:21
REG :74 LIC#:[REDACTED] YRMD:65 MAKE:VLKSW BTM :SED113 [REDACTED]
R/O : [REDACTED] GLENDALE C.C.:19
ZIP#:91208
SQLD:00/00/65 ISSD:03/03/71 LOCD:8 N.A.:01/00/73
L/O :BK AMER, 439 BASE LINE CITY:SN BERNARDINO
TYPE:11 CYL :04 SMOG:4 VEH :12 BODY:0 CLAS:AL FEI :0013
END
^

4FBJDBKN7GOL.IV

[

DATE: 02/05/75 TIME: 15:21

REG :74 LIC#:152FVK YRMD:65 MAKE:ROROY BTM :SD VIN#:LCEL25

R/O :CORNFELD SOPHIE, 1100 CAROLYNE WY CITY:BEVERLY HILLS C.C.:19

SOLD:00/00/00 ISSD:06/20/72 LOCD:5

TYPE:11 *-YR:72 VEH :12 BODY:0 CLAS:CV FEE :0144

END

^

4FBJBKN7CL4.IV

[

DATE: 02/05/75 TIME: 12:15

REG :74 LIC#:783DUT YRMD:70 MAKE:CAD BTM :SD VIN#:S0101053

R/O :GRAY HALL INC, 1100 CAROLYN WY CITY:BEVERLY HILLS C.C.:19

ZIP#:90210

SOLD:00/00/00 ISSD:11/09/71 LUCD:9

TYPE:11 *-YR:71 VEH :12 BODY:0 CLAS:BW FEE :0074

END

^

4FBJBKN7CN8.IV

[

DATE: 02/05/75 TIME: 12:18

REG :74 LIC#:415BXR MAKE:SPCNS BTM :SDBG VIN#:117078337

R/D :GRAYHALL INC, 1100 CARDLYN WY CITY:BEVERLY HILLS C.G.:19

ZIP#:90210

SOLD:00/00/70 ISSD:07/22/71 LOCD:3

TYPE:11 CYL :04 VEH :12 BODY:0 CLAS:AM FEL :0022

END

^

4FBJBKN7CN9.IV

[

DATE: 02/05/75 TIME: 12:18

REG :74 LIC#:026KBC YRMD:74 MAKE:DODGE BTM :SD VIN#:LL29C4G168264

R/O :GRAND RENT A CAR CORP, DBA AVIS LICENSEL,

6151 W CENTURY BL SUITE 216 CITY:LOS ANGELES C.C.:19 ZIP#:90045

SOLD:12/26/73 ISSD:01/12/74 LUCD:4

L/O :CHRYSLER CR CORP, PO BX 1264 CITY:ORANGE

TYPE:11 VEH :11 BODY:0 CLAS:AS FEL :0068

END

^

[REDACTED]
L
DATE: 02/05/75 TIME: 12:18
REG :74 LIC#: [REDACTED] YRMD:68 MAKE:VLKSW BTM :SD VIN#: [REDACTED]
R/O : [REDACTED]
ZIP#:91732
SOLD:00/00/67 ISSD:06/13/74 LOCD:2
L/O :ASSOC FINANCIAL SERVICES, 1671 E COLORADO CITY:PASADENA
TYPE:11 *-YR:71 VEH :12 BODY:0 CLAS:AJ FEL :0024
END

C.C.:19

^

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

TO DIRECTOR, FBI DATE: 2/12/75
ATTN: FBI LABORATORY AND FBI IDENTIFICATION DIVISION

FROM SAC, LOS ANGELES (87-40513)

SUBJECT BERNARD CORNFELD;

[redacted] aka;
[redacted] aka;
[redacted] dba
Grayhall, Incorporated
1100 Carolyn Way
Beverly Hills, California
ITSP;
FBW
OO: Los Angeles

Re Los Angeles report of SA [redacted], dated
2/3/75.

Enclosed for the Bureau under separate cover are
five blue boxes.

Enclosed for the Bureau with this letter are seven
latent fingerprints that were taken from the outside of two
of the blue boxes, and three 3 by 5 cards.

The enclosed latent fingerprints were obtained from
the outside of the two blue boxes that have obviously been
dusted for fingerprints. None of the other blue boxes have
been dusted for fingerprints either on the outside or inside.

It should be noted that the four small blue boxes
have contained on the inside a note which states "He's got the
whole world in his hands."

The following is a list of individuals whose finger-
prints should be compared with any of the latent fingerprints
developed on the blue boxes or three by five cards and with
the enclosed latent fingerprints:

BERNARD CORNFELD, date of birth 8/17/27.

4 - Bureau (Enc. 15) (RM)
(1 - package copy)

2 - Los Angeles

LLM/lss

(6)



5010-110

87-40513-55
SEARCHED

INDEXED

SERIALIZED

FILED

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

LA 87-40513

[redacted] date of birth [redacted], (arrested
by the FBI, Los Angeles 1/28/75).

[redacted], date of birth [redacted], FBI
number [redacted].

[redacted], date of birth [redacted],
California Driver's License number [redacted],
height 5'9", weight 165 pounds.

Prior to the Identification Division conducting latent fingerprint examinations of the blue boxes containing the writing on the inside and of the three by five cards, it is requested that the laboratory photograph the writing in order that known handwriting of individuals submitted at a later date may be compared with the handwriting contained thereon. At this time there is no known handwriting available but individuals have been subpoenaed to supply the same.

The FBI Identification Division is requested to conduct latent fingerprint examinations of the outside and inside of all blue boxes submitted, with the exception of the outside of the two that have already been examined. The Identification Division is also requested to conduct latent fingerprint examinations of the enclosed three by five cards. If any latent fingerprints are developed, compare them with the fingerprints of the above individuals if available. Also compare the seven latent fingerprints that are enclosed with the fingerprints of the above listed individuals. —

The package containing the blue boxes is being sent registered mail.

INSTRUCTIONS

1. This form may be submitted in legible hand printing.
2. Use separate form for each individual on whom record is requested.
3. Make effort to furnish FBI identification number, law enforcement identification number, or military service number.
4. Furnish descriptive data and fingerprint classification only when FBI number not available.
5. Indicate office for reply in lower right corner only. Also list in lower right corner all offices which should receive copies of available records. Include carbon of FD-9 for each office receiving copies and forward with original to Bureau.
6. Do not fill in block in lower left corner.

To: DIRECTOR, FBI Attention: Identification Division Date 2/3/75

Re Bernard Cornfeld;
et al
ITSP-FBW Field File No. 87-40513

Furnish The Known Identification Record of the Following:

Name <u>Bernard Cornfeld</u>		FBI No. <u>0</u>	
Aliases <u>2100 S. Vermont St. Los Angeles, Calif</u>		Other No. <u>U.S. Passport # 2102386</u>	
Sex <u>M</u>	Race <u>Cauc</u>	Birth Date <u>8/17/27</u>	Birthplace <u>Turkey</u>
Height <u>5'8"</u>	Weight <u>160#</u>	Build <u>med</u>	Hair <u>Red</u>
Eyes <u>Bl.</u>		Residence <u>1100 Carolyn Way, Beverly Hills</u>	
Complexion		Age	

Fingerprint Classification

Scars, marks and tattoos

Also Furnish:

- ☐ Photo
☐ Fingerprints
☐ Handwriting Specimens

Identification Division's Reply

- ☒ On basis of information furnished, unable to identify:

☒ Criminal Files ☐ Civil Files ☐ All Files

- ☐ Record Attached
☐ Photo Attached
☐ Photo Not Available
☐ Fingerprints Attached
☐ Handwriting Specimen Attached

Return Reply to:

Exec. Los Angeles

Send Copies To:

87-40513-56

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 13 1975	

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

TO : DIRECTOR, FBI

DATE: 2/13/75

FROM : SAC, LOS ANGELES (87-40513) (P) ATTN: FBI LABORATORY & IDENTIFICATION DIVISION

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Re Los Angeles letter to the Bureau, dated 2/12/75.

Enclosed for the FBI Laboratory are eleven 3" by 5" cards bearing known handwriting of [REDACTED] a four track tape bearing the recording of two French conversations, and a cassette tape bearing the same two French conversations.

b6
b7C

Enclosed for the FBI Identification Division are the fingerprints of [REDACTED]

The referenced letter to the Bureau enclosed five blue boxes, three 3" by 5" cards, and seven latent fingerprints. The enclosed handwriting exemplars of [REDACTED] should be compared with the handprinting on the three 3" by 5" cards and on the note on the inside of the four blue boxes, in an effort to determine if he printed those.

The enclosed fingerprints should be compared with any latent fingerprints developed off of the blue boxes, or the three 3" by 5" cards, and with the seven latent fingerprints previously forwarded to the Bureau.

The FBI Laboratory is requested to interpret the language on the enclosed tapes. It should be noted that the cassette tape recording is a copy of the four track tape recording, and both are being submitted in order that the Laboratory may utilize the one that is the clearest. It is requested that they be translated into English, as well as interpreted in French. In interpreting the tapes, particular attention should be paid to the mention of Mr. CORNFELD and to the word "BERNIE", which appears to be the last word in one of the conversations.

SEARCHED —
INDEXED —
SERIALIZED —
FILED —

4 - Bureau (Enc. 14) 87-40513-57
2 - Los Angeles
LLM/pml
(6) *pru*

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/14/75

[redacted] appeared at the Los Angeles Office of the FBI located at 11000 Wilshire Boulevard, for the purpose of [redacted]. He was advised of the names and identities of the agents. He was advised that he did not have to provide [redacted] and that if he did so, it was strictly on a voluntary basis. He was advised of his rights as shown on an executed "Interrogation; Advice of Rights" form. He stated he understood his rights and also stated that he was voluntarily furnishing the [redacted]. He advised he had not consulted an attorney and that he was not doing so because he had been served a subpoena to appear at a Federal Grand Jury in Los Angeles to provide same. He reiterated that his being here was strictly voluntarily and that he understood he did not have to furnish the above.

b3
b6
b7C

[redacted]
[redacted]
[redacted]. He also denied making blue boxes, but refused to identify the individual that did make the ones that were located in his residence.

[redacted] also denied knowing BERNARD CORNFELD or having any association with him in 1973.

b6
b7C

Interviewed on 2/12/75 at Los Angeles, California File # Los Angeles 87-40513
by SA's [redacted] and [redacted] /LLM/aml Date dictated 2/14/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/14/75

[redacted]
California, telephone [redacted], was contacted concerning any knowledge he had of BERNARD CORNFELD and CORNFELD's possession and use of blue box devices. [redacted] advised that he worked for CORNFELD for approximately six months during the first part of 1972. He advised that he had heard during his employment there that there was a device on the premises that was used to make long distance calls but has never seen such a device there. He advised that CORNFELD would go to [redacted] room on the upper floor late at night and make telephone calls. Although he had no personal knowledge, he felt that these telephone calls were being made by CORNFELD through the use of a blue box.

[redacted] advised that [redacted] was CORNFELD's [redacted] and occupied the room on the third floor at the head of the stairway.

[redacted] could not recall who told him about this device or how he came to know that one might exist, but it seemed to be common knowledge in the household that there was one.

Interviewed on 2/12/75 at Los Angeles, California File # Los Angeles 87-40513-
by SA [redacted] aml Date dictated 2/14/75 59

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 2/18/75

FROM : SA [REDACTED]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

SUBJECT: BERNARD CORNFELD;

[REDACTED] aka

ITSP - FBW

b6
b7C

For the information of the Resident Agent covering the following lead, a search warrant was served on CORNFELD's residence in Beverly Hills, California, and two blue boxes were seized. [REDACTED] was arrested for Fraud By Wire. Investigation is being conducted to show that CORNFELD directed secretaries or other individuals to use the blue boxes in his residence and attempt to show that he used the blue boxes on occasion.

In this regard, a close associate of CORNFELD's [REDACTED] may have specific knowledge concerning this matter.

LEADS

LOS ANGELES

AT PALM SPRINGS, CALIFORNIA: Will locate and interview [REDACTED], Palm Springs, telephone number [REDACTED], concerning any knowledge he may have of CORNFELD using blue boxes.

It is requested this lead be covered as soon as possible in view of the fact that a grandjury concerning captioned matter may begin on 2/26/75, and Assistant United States Attorney (AUSA) ROBERT C. BONNER would like as many individuals interviewed concerning this matter as possible prior to that date.



LLM/rsr
(3)

87-40513-60

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 18 1975	

[REDACTED]

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date of transcription February 12, 1975

1

[redacted] furnished the following information:

She advised that when she returned from a trip to Europe in July, 1974, [redacted] Beverly Hills, California, who is a friend of BERNARD CORNFELD, advised her that CORNFELD, who she referred to as BERNIE, needed someone to [redacted]

[redacted] took [redacted] over to meet SOPHIE CORNFELD at CORNFELD's apartment, which was located in the residence of BERNARD CORNFELD at 1100 Carolyn Way, Beverly Hills.

[redacted] talked to SOPHIE, met BERNIE, and accepted the job, beginning employment sometime during the last three days of July, 1974.

[redacted] moved into the residence at 1100 Carolyn Way during the last of July or first of August, 1974, and her room was located in [redacted]

[redacted] was employed at the residence from the latter part of July, 1974, to December 1, 1974, when she left that employment as she disapproved of the activities taking place at the residence, such as the use of marijuana, cocaine, and other drugs, and the sexually promiscuous activities on the part of some of the women at the house.

She advised the first incident which indicated to her that something irregular was taking place with regards to telephone calls occurred on a date that she cannot recall, but recalls the telephone rang, she answered, and an operator furnished the name, which she cannot recall, of a female who was calling from Paris, France. [redacted] handed the telephone receiver to [redacted] [redacted] overheard [redacted] obtain a telephone number, and observed her to hang up the receiver. [redacted] then said that she was going upstairs to call the caller back.

Interviewed on 2/10/75 at [redacted] File # LA 87-40513
PD 87-12753
by SAs [redacted] and [redacted] /HWP:pjl Date dictated 2/12/75

87-40513-61

PD 87-12753

LA 87-40513

2

[] advised CORNFELD had several [] at various times, and she does not recall whether she handed the telephone to [] (LNU), [] (LNU), or [] (LNU).

She advised [] was not a female known to her as [] as [] was in Europe at the time. [] advised that the female calling from Paris did not use the name [] but the name could have been [] or [].

[] described [] as follows:

[] - white female, age 21, 5'-5'2",
blonde hair

[] - white female, 5'8", 105 pounds,
thin build, brown hair

[] - white female, age 28-29, 5'8", 130
pounds, blonde shoulder-length hair

[] advised that on one afternoon, shortly after CORNFELD returned from Europe, she had to go to the store, and asked CORNFELD for the keys to one of his vehicles. CORNFELD gave her some keys and as she started out of the den, CORNFELD said, "Wait a minute. If you are going to Thrifty's, get a nine volt battery." She advised she could not find the right battery, and made several trips from the residence to the store. She stated that at one point CORNFELD got angry and told her that he had important business calls to make, and if she did not get the right battery he could not make the calls. She then went back to the store and returned with a nine volt battery and left it on the desk in the den. She described the battery as being approximately two inches wide by three inches long.

[] advised that approximately two to three weeks after CORNFELD returned from Europe, at approximately 1:00 - 2:00 p.m., she was at 1100 Carolyn Way, upstairs in the hallway talking with [] when CORNFELD came upstairs, entered [] bedroom leaving the door open. [] observed CORNFELD pick up the telephone receiver and somehow, by using a small box-shaped object, make a call without dialing. She advised she does not recall how many numbers CORNFELD may have dialed, and was not in a position to observe any of the numbers dialed. She advised she did not see CORNFELD manipulate the box, but it was located near the telephone.

PD 87-12753
LA 87-40513

3

[] advised that after observing CORNFELD make a call, and while he was still talking on the phone, she looked at [] who smiled, winked, and said "Millionaires are funny. They don't have to do things like that, but they do." She stated [] then told her that the activity regarding the phones was illegal, and that [] should not tell her friend [].

[] advised she asked [] what the box was and [] told her that it was a device which was used to make long distance telephone calls without paying for them.

She advised that the box she observed was always kept in [] bedroom.

She advised she subsequently described the act of using some kind of a small box to make free long distance calls to a female friend of hers, who told her the usual name of that type of box is a blue box.

b6
b7C

She advised that was the only occasion on which she observed CORNFELD to make a free call. She stated that CORNFELD seldom initiated his calls as he would have [] place them for him.

She advised she does not recall observing any of the [] or any other person make a call using a box.

She advised [] had his own room in the residence located above the office. She did not see [] make any calls or use a blue box.

She advised she never met or saw []

She stated she observed [] on several occasions at the residence, but has no information of him using a blue box.

She advised the only box-shaped device, which was possibly a blue box, she ever observed was the box which was kept in [] bedroom which is on the third floor across from a nursery.

She was shown photographs of a dark colored case, a case opened containing a blue box and a device for AC-DC conversion, a photo of this same box outside of the case, and a photo of a smaller box. All of the boxes had numbered buttons on the face and a speaker attached by wire. [] advised she

PD 87-12753
LA 87-40513

4

recalls seeing a case like the one in the photo, but never observed the contents. She advised the only box she ever saw, which was the one in the bedroom, was smaller in size compared to the photo of the blue box in the case, and appeared to look like the size of the smaller blue box. She advised that when she observed CORNFELD make the one call from the bedroom, she does not recall seeing a speaker or numbered buttons, as she was afraid of CORNFELD and did not pay close attention to what he was doing.

She advised she is

The following description was obtained through observation and interview:

Name
Sex
Race
Date of birth
Place of birth
Height
Weight
Hair
Eyes
Scar

--	--

b6
b7C

FEDERAL BUREAU OF INVESTIGATION

Date of transcription February 12, 19751

[redacted] furnished the following information:

She advised that she was employed at the BERNARD CORNFELD residence, 1100 Carolyn Way, Beverly Hills, California, as [redacted]

She advised she was employed from the latter part of July, 1974, until December 1, 1974 [redacted]

She advised that some of the other occupants and guests at the residence had parties and used marijuana and sniffed cocaine.

She stated she believes, based on comments of others she overheard, that [redacted] aka [redacted] in the Los Angeles area, may be the supplier of the marijuana and cocaine.

She advised [redacted] on occasion, would bring females who looked like prostitutes to the residence for the pleasure of BERNARD CORNFELD.

The following description was obtained through observation and interview:

Name
Sex
Race
Date of birth
Place of birth
Height
Weight
Hair
Eyes
Scar

[redacted]

Interviewed on 2/10/75

at [redacted]

LA 87-40513
PD 87-12753

by SAs [redacted] and [redacted] /HWH:pjl

87-40513-62
SEARCHED INDEXED
SERIALIZED FILED
FEB 12 1975
FBI - LOS ANGELES

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

Memorandum

TO : SAC, LOS ANGELES (87-40513)

FROM : *[Signature]* SAC, PORTLAND (87-12753)(RUC)

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: LOS ANGELES

DATE: 2/13/75

Re Los Angeles airtel to Portland, 1/31/75.

Enclosed for Los Angeles are two FD-302s reflecting interview with [] at []

For information of Los Angeles, [] advised she is leaving Oregon 2/15-16/75, to return to California to live. She will be residing at [] with [].

2 - Los Angeles (Enc 2)
1 - Portland
HWH:pjl
(3)



5010-108-02

87-40513-63

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 FEB 20 1975	
FBI - LOS ANGELES	

[Signature]

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FEDERAL BUREAU OF INVESTIGATION

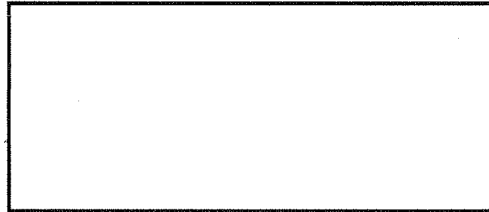
1Date of transcription 1/31/75

While conducting a search of the premises located at 1100 Carolyn Way, a California driver's license was located in the office adjacent to the dining room. The driver's license was not taken as evidence, however, the following information was on the license:

California Driver's
License
Number

Name
Address

Date of Birth



b6
b7C

BERNARD CORNFELD, who is residing at 1100 Carolyn Way, and who was present during the search, advised [] was []. He stated [] was presently out of town and that [] had left the driver's license at that address.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Interviewed on 1/28/75 at Beverly Hills, California File # Los Angeles 87-40513
by SA [] /rsr Date dictated 1/29/75

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date of transcription 2/14/751

[redacted] General Telephone Company, 100 Wilshire Boulevard, Santa Monica, California, was contacted in an effort to determine if the large blue box with the AC-DC converter obtained from BERNARD CONFELD's residence was working. [redacted] was able to place two telephone calls with this blue box, one being to telephone number [redacted], a Germany number. This was accomplished by following the following sequence:

b6
b7C

[redacted]

b2
b6
b7C
b7E

The above procedure is identical to the procedure outlined on two 3 by 5 cards found in the same room the blue box was found at Mr. CORNFELD's residence.

Interviewed on 2/3/75 at Santa Monica, California File # Los Angeles 87-40513

by SA [redacted] aml Date dictated 2/7/75

b6
b7C

65

²
LA 87-40513

The subpoena directed him to appear at the Federal Grand Jury on February 26, 1975, at 9:00 in Los Angeles, California.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

F B I

Date: 2/21/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: SAC, NEW YORK
FROM: SAC, LOS ANGELES (87-40513) (P)
SUBJECT: BERNARD CORNFELD;

[REDACTED] aka

[REDACTED] aka

GRAY HALL, INC.
11000 Carolyn Way
Beverly Hills, California
ITSP - FBW
OO: Los Angeles

For information of New York, a search warrant was executed at CORNFELD's residence on 1/28/75 for a blue box, at which time two were located. CORNFELD is the former president of Investors Overseas Services and was recently released from a Swiss prison. [REDACTED] was arrested by Agents on 1/28/75 for violation of Fraud By Wire Statute in connection with the use of blue boxes.

Information has been developed that a [REDACTED] has a child by CORNFELD, although they were never married. It should be noted that numerous individuals interviewed have stated that considerable sexual promiscuity goes on with CORNFELD and he has had numerous girl friends living with him in the past. A review of a telephone book recovered at

2 - New York
2 - Los Angeles
LLM/dls
(4)

P.B. OFFICE COPY

SEARCHED
INDEXED
SERIALIZED
FILED

87-40513-67

Approved: _____

Special Agent in Charge

Sent _____

M

Per _____

LA 87-40513

CORNFELD's residence reveals an address for [] as
[] New York, telephones [] and
[].

LEAD

NEW YORK

AT NEW YORK CITY, NEW YORK: Attempt to locate
and interview [] at [], telephone
[] and [] concerning any knowledge she may
have of [] use of blue boxes or []
use of blue boxes at his direction.

It is requested the above investigation be
conducted expeditiously in view of the fact the United
States Attorney's Office is attempting to have a Grand
Jury concerning CORNFELD in the near future.

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES [] (P) DATE: 2/19/75

FROM : SA []

SUBJECT: []

b2
b6
b7C
b7D

Dates of Contact 2/10/75 and 2/14/75	
File #s on which contacted (Use Titles if File #s not available or when CI provides positive information)	
[]	MULTI - FREQUENCY DEVICE FBW Los Angeles 87-36272
BERNARD CORNFELD, aka ITSP - FBW, OO: Los Angeles 87-40513	
Purpose and results of contact	
<input type="checkbox"/> NEGATIVE <input checked="" type="checkbox"/> POSITIVE <input checked="" type="checkbox"/> STATISTIC	Information obtained herein confidentially, informant's identity not to be revealed in a report or otherwise unless it has been definitely decided his testimony is to be used in a trial or judicial proceeding. Informant had no narcotics or racial unrest information.
Statistic: Credit source with locating one Bureau subject (nonfugitive)	
<input type="checkbox"/> POSITIVE ASSIGNMENT GIVEN	
Has informant shown any indication of emotional instability, unreliability or furnishing false information? No	
<input checked="" type="checkbox"/> Informant certified that he has furnished all information obtained by him since last contact, including information concerning narcotics.	Coverage
PERSONAL DATA	Criminal 87-40513-68 []

b2
b6
b7C
b7D1 - 87-
① - 87-40513

(ATTN: [])

1 - 87-36272
1 - []WOH/bk
(4)Concealed Source
FD 302 attached

[REDACTED]

On 2/14/75. Source advised [REDACTED]

[REDACTED]

In the current CMC catalog they advertised telephone equipment which they manufactured, including a "mini-frame" for \$825.00; and other equipment such as a "nuisance call trap", and a "toll fraud detector".

The "mini-frame" is advertised as having tape recorder output, and two inputs, one for the conversation to be recorded, and the other is a simultaneous time of day recording.

The customers of CMC are primarily various telephone companies throughout the United States and the world.

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/clb

Date of transcription 2/19/751

A Confidential Source, Los Angeles, California, furnished the following information:

On Monday afternoon, February 10, 1975, [redacted] located residing at [redacted], Beverly Hills, California, apartment [redacted], telephone number [redacted].

[redacted] advised that he was very upset because he had been served a subpoena to testify before a Federal Grand Jury by the FBI.

[redacted] advised that the subpoena was in connection with [redacted].

b3
b6
b7C

[redacted] expressed his opinion that the whole thing was a vendetta by the telephone company against CORNFIELD because of financial dealings.

It is estimated that there may be up to 1,000 persons in Los Angeles County area currently manufacturing or involved in the use of Blue Boxes.

[redacted] is presently unemployed. No further details were obtained from [redacted].

Interviewed on 2/14/75 at Los Angeles, California File # Los Angeles

87-40513

by SA [redacted]/sk

Date dictated 2/19/75

b6
b7C

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

FBI

Date: 2/25/75

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIR MAIL (REGISTERED)
(Priority)

TO: DIRECTOR, FBI ATTN: FBI IDENTIFICATION DIV.;
FBI LABORATORY
FROM: SAC, LOS ANGELES (87-40513) (P)
SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Re Los Angeles letter to the Bureau, dated
2/13/75.

Enclosed for the FBI Laboratory are 14 pages
and three 3" by 5" cards bearing the handprinting of
BERNARD CORNFELD.

Enclosed for the FBI Identification Division
is a fingerprint card for BERNARD CORNFELD.

The FBI Laboratory is requested to compare
the handwriting exemplars of CORNFELD with the hand-
writing on the three 3" by 5" cards that were previously
submitted in this case by letter dated 2/12/75.

The FBI Identification Division is requested
to compare any latent fingerprints developed in this case
with the fingerprints of CORNFELD on the enclosed card.

4 - Bureau (Enc. 18)
② - Los Angeles

LLM/pml
(6)

OFFICE COPY

SEARCHED
INDEXED
SERIALIZED
FILED

Approved: EL
Special Agent in Charge

Sent _____ M Per _____

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

FBI Raids Cornfeld Mansion

(Indicate page, name of newspaper, city and state.)

FBI Raids Financier Cornfeld's Mansion, Arrests Aide, Seizes Illegal Phone Boxes

BY TED THACKREY JR.
and RONALD L. SOBLE
Times Staff Writers

Flamboyant financier Bernard Cornfeld's Beverly Hills mansion was raided Tuesday by FBI agents who confiscated two illegal "blue box" telephone devices—and arrested his secretary for allegedly using them.

An FBI spokesman said Mrs. Didi Valloton Biethild was arrested and charged with violation of the federal fraud by wire statute. Agents said she used the blue box, a multifrequency generating device, to make long-distance calls without paying toll charges.

Mrs. Biethild, 37, a Swiss citizen whose passport indicated her home is Geneva, was taken to the Sybil Brand Institute for Women pending a hearing before a U.S. magistrate today.

Agents declined to say whether anyone else was present on the premises at the time of the raid. Cornfeld has lived in the mansion at 1100 Carolyn Way, since his release from St. Antonine's Prison in Geneva last April. His mother also lives there.

The raid was made on the strength of a search warrant filed Monday. An FBI spokesman said the warrant was issued as a result of information from the Pacific Telephone and Telegraph Co., which charged multifrequency generating devices were being used from the mansion.

Date: 1/29/75
Edition: Wednesday Final
Author: Ted Thackrey, Jr.
and Ronald Soble
Editor: William F. Thomas
Title: GRAYHILL, INC;
BERNARD CORNFELD ET A

Character: FBW

Classification: LA-87-40513*
Submitting Office Los Angeles

☒ Being Investigated

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 29 1975	
FBI - LOS ANGELES	

ORIGINAL TO THE BUREAU

Telephone company records indicated that the lines on which the blue box was being used were in the name of Grayhill, Inc., one of these, he said, "are crimes only in Cornfeld's companies. There remained, he said, the misdemeanor charges of mismanagement and incitement to speculate but Switzerland and no one has ever been convicted of them."

Cornfeld was blasé about the raid when contacted by the *The Times* Tuesday night. Cornfeld recently reentered the business world with a complex deal

"It wasn't especially disagreeable," he said, "though it's the first time my home has ever been searched by the FBI." he said involves \$20 million in cash from Kuwait, an Arizona company that owns thousands of acres of land

He said agents confiscated four additional complex in Nebraska and the possible revival of his IOS sales force in Europe. dress books in addition to the blue boxes, but said he didn't know just why the agents wanted the addresses.

"One book was entirely local names and numbers," he said.

As to the blue-box devices themselves, Cornfeld said he had no idea they were on the premises or who, if anyone, had used them.

"It's a huge house," he said. "There are a lot of people staying here."

The agents were thorough, he added, searching all the more than 40 rooms and spending most of the afternoon there. "Unfortunately," he said, "they just missed the shooting of a *Playboy* (magazine) center spread."

Cornfeld has been the center of a storm of controversy ever since his multimillion-dollar mutual funds empire, Investors Overseas Services, soared to sudden heights of financial power and then plunged dramatically into a sea of troubles.

Financier Robert Vesco forced Cornfeld out of IOS during the 1970 slump—and is now himself a fugitive in Costa Rica.

Cornfeld's imprisonment in Geneva came when Swiss authorities lodged charges of fraud, dishonest management, forgery and incitement to speculate against him in connection with the IOS collapse.

He was released after posting bail of \$1.6 million.

A trial had been pending on the Swiss charges but Cornfeld said in an April, 1973, interview that the major charges against him—such as abuse of confidence and professional swindling—had been dropped.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Cornfeld Mansion Raided by FBI

Federal Bureau of Investigation agents have arrested a 37-year-old Swiss woman, who they said was secretary to international financier Bernard Cornfeld, in connection with use of "blue boxes" at his Beverly Hills home to bypass long-distance telephone call charges.

In custody at Sybil Brand Institute and facing a hearing later today before a U.S. magistrate was Mrs. Jacques Valloton, of Geneva. She was held by FBI agents for fraud by wire after two blue boxes were seized from 1100 Carolyn Way, Beverly Hills, where she was arrested yesterday, authorities said.

Pacific Telephone and Telegraph Co. records indicate telephones at that address were listed to a Grayhill Inc., which Cornfeld serves as president, the FBI said. The blue boxes emit various frequency sounds enabling the user to place long-distance calls free, agents said.

Mrs. Valloton, who had a Swiss passport with her when she was arrested, also has been known as Didi and Diethild Valloton, the FBI added.

Cornfeld is a flamboyant financier who soared to fame and notoriety during the rise and fall of his Overseas Investors Limited, a mutual fund. He was rather nonchalant about the raid by federal agents.

He said agents spent most of the afternoon at his home searching its 40 rooms.

He denied knowing that the blue boxes were on the premises, and therefore had no idea who, if anyone, had used them.

"There are a lot of people staying here," said Cornfeld. His mother and a number of attractive women friends have lived with Cornfeld at the mansion since he was released from a Swiss prison

(Indicate page, name of newspaper, city and state.)

A-10 HERALD EXAMINER
LOS ANGELES, CA

Date: 1/29/75
Edition: Wednesday 8 Star
Author:
Editor: Donald Goodenow
Title: BERNARD CORNFELD
ET AL

Character: ITSF

or

Classification: LA-87-40513*
Submitting Office Los Angeles

☒ Being Investigated

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 30 1975	
FBI - LOS ANGELES	

ORIGINAL TO THE BUREAU

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

FBI Raids Mansion Of Famed Financier

From Evening Outlook News Services

The Beverly Hills mansion of financier Bernard Cornfeld was raided Tuesday by FBI agents, who arrested a secretary and confiscated two "blue boxes" reportedly used to defraud the telephone company.

Agents arrested Didi Valloton, 37, a Swiss who said she was a secretary to Cornfeld, for operating the "blue boxes" to avoid billing for long-distance calls.

The boxes duplicate tones that operate telephone equipment. Users can place calls anywhere and bypass the phone company's billing computer.

A search warrant was issued Monday on Cornfeld's home, at 1100 Carolyn Way, agents said. The search was requested by Pacific Telephone and Telegraph Co.

The "blue box" was operated from telephones registered to Grayhill Inc., a company that operates from Cornfeld's mansion. Cornfeld is president of Grayhill.

Cornfeld has lived at the mansion since his release last April from St. Antonine's Prison in Geneva. He was jailed by Swiss authorities for alleged fraud, dishonest management and forgery.

He was released after posting \$1.6-million bail.

Cornfeld recently reentered the business world with a \$20-million investment in an Arizona land company.

Mrs. Valloton was to be brought before a U.S. magistrate today on charges of fraud by wire, which carry a maximum penalty of \$1,000 fine and/or five years in prison.

(Indicate page, name of newspaper, city and state.)

P. 3 EVENING OUTLOOK
SANTA MONICA, CA

Date: 1/29/75
Edition: Wednesday 3 Star
Author:
Editor: Robert D. Funk
Title: BERNARD CORNFELD
ET AL

Character: ITSP

or

Classification: LA-87-40513
Submitting Office Los Angeles

☒ Being Investigated

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JAN 30 1975	
FBI	FILES

ORIGIN

UNITED STATES GOVERNMENT

Memorandum

b2
b7D

TO : SAC, LOS ANGELES () (P)

DATE: 2/27/75

FROM : SA

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

SUBJECT:

b2
b7D

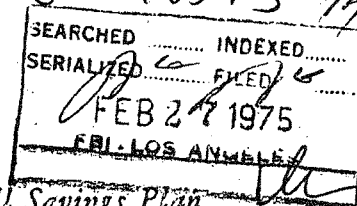
Re memo dated 2/11/75.

On 2/26/75, the writer and SA [redacted] met with the source [redacted] [redacted] Source furnished the following information:

ET AL
EXTORTIONATE CREDIT TRANSACTIONS
OO: Los Angeles
LA File 179-670

b6
b7C
b7D

1 - 179-670
1 - 87-40513 (CORNFELD)
JWL/kal
(2)



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 3/10/75

FROM : SA [REDACTED]

b6
b7C

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Investigation reveals that [REDACTED]
[REDACTED] telephone number [REDACTED]
or [REDACTED] is an associate of CORNFELD's and knows [REDACTED]
He is reportedly [REDACTED]
[REDACTED]

b6
b7C
b7D

LEAD

LOS ANGELES

AT [REDACTED] Interview [REDACTED]
concerning any knowledge he may have of the blue boxes at
CORNFELD's and whether or not CORNFELD had knowledge of them.
Determine if [REDACTED] has talked to [REDACTED] since her arrest and
any statements she may have made to implicate CORNFELD.

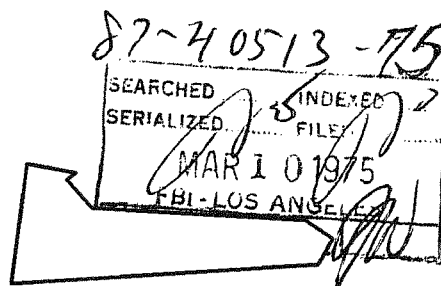
b6
b7C



5010-110

LLM/slf
(2)

- 1* -



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

b5
b7C

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 2/27/75

[redacted]
[redacted] Los Angeles, California, telephone number [redacted], was contacted concerning her association with BERNARD CORNFELD and any knowledge she may have concerning his use or knowledge of blue boxes located at his residence, 1100 Carolyn Way, Beverly Hills, California. [redacted] advised that she had been hired as [redacted] and resided at [redacted]
[redacted]

[redacted] advised that when she first got to the residence she was told by someone there, name unrecalled, but possibly [redacted], that if she wanted to place any overseas telephone calls, to see CORNFELD's secretary who would make the call for her. She was also told not to let CORNFELD know that she knew about the secretary's placing long distance phone calls.

[redacted] advised that a friend of hers came to stay at the house and when she was attempting to locate an empty room for her to stay in, she was in [redacted] room which is located on the third floor at the head of the stairs and she opened a drawer to see if there was anybody living in the room, at which time she saw a device that she later described to a friend who told her that it was a blue box.

[redacted] was shown a photograph of the two blue boxes that were confiscated from CORNFELD's residence pursuant to a search warrant, and she identified the small box with the white circles and black letters on the front of it, as looking like the device she saw in the dresser drawer.

Interviewed on 2/24/75 at Los Angeles, California File # Los Angeles 87-40513-76

by SA [redacted] and
SA [redacted] /LLM/pml Date dictated 2/25/75

2
LA 87-40513

[] advised that she knows CORNFELD knew of the device being used and that the secretaries were placing the phone calls for him by use of a blue box. She recalled on one instance when CORNFELD and she were in CORNFELD's bedroom, he called his secretary and said "What is taking you so long, you know how to work that thing don't you?"

[] advised that during her stay there, [] and [] were gone and there was no one in the house that knew how to operate the blue box. During this time, which was around July 10, 11, or 12, 1974, [] [] who was staying there, placed numerous calls for CORNFELD, and it is her belief that these were placed by the use of a blue box.

[] advised that she can say for a fact that CORNFELD knew of the blue boxes being used on the premises by his secretary, but could not specifically state why she knew this. She advised that it was a "hush hush" topic in the house and CORNFELD did not confide in very many people concerning it.

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED1

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date of transcription 2/28/75

[redacted] Los Angeles, California, telephone number [redacted], was interviewed concerning his association with BERNARD CORNFELD and any knowledge he may have concerning CORNFELD's use or knowledge of blue boxes located at CORNFELD's residence. [redacted] advised that he has been associated with CORNFELD since approximately October 1971 to the present and resided at [redacted]

[redacted] He advised that he had been an employee of Mr. CORNFELD.

He advised that he first recalled hearing of a device that could be used to make long-distance calls at CORNFELD's residence in late 1972. He advised that he had called them black boxes rather than blue boxes but that this to him meant a device utilized on a telephone to make toll free long-distance telephone calls.

b6
b7C

[redacted] could not recall how he heard about this device being at CORNFELD's residence but thinks it was possibly from some of the girls living there. In June 1974, [redacted] approached CORNFELD and told him that if he (CORNFELD) had a black box on the premises and was using it in the house that he was crazy and should get rid of it. CORNFELD gave [redacted] what [redacted] described as his "don't bother me type shrug," and said, "I'm not worried about it."

[redacted] did not know where this device was located but felt that it was in the upstairs third floor bedrooms because he had heard CORNFELD ask [redacted] to go upstairs and call so-and-so for him.

Interviewed on 2/25/75 at Los Angeles, California File # LA 87-40513 *7/7*

SA [redacted] and
by SA [redacted] ELM/rsr Date dictated 2/26/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/28/75

[redacted]
California, telephone number [redacted] was located at [redacted]
[redacted] residence, [redacted] Los Angeles, California,
and interviewed concerning her association with BERNARD CORNFELD
and any knowledge she may have of his use of blue boxes located
at his residence.

[redacted] advised that she had worked for CORNFELD but
had never heard of blue boxes being at the residence. She
also denied ever having any knowledge that CORNFELD knew there
were blue boxes there. She also denied CORNFELD ever asking
her to make telephone calls by use of a blue box, and denied
ever making any telephone calls by use of a blue box. She also
denied ever hearing CORNFELD refer to such a device.

Interviewed on 2/25/75 at Los Angeles, California File # LA 87-40513
by SA [redacted] and
SA [redacted] /LLM/rsr Date dictated 2/26/75

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 2/27/75

[redacted] Beverly Hills, California, telephone [redacted] was interviewed concerning her association with BERNARD CORNFELD and any information she may have concerning his knowledge of blue boxes used at his residence, 1100 Carolyn Way, Beverly Hills, California.

[redacted] advised that she stayed at [redacted]
[redacted]

She advised that during this time a young man, approximately 32 years old, came to the house with another individual and while there, talked to her and a group of people in the den about boxes you could hook up to a phone to make long distance telephone calls. She advised that she never saw a blue box and he never had one at that time. She advised that she could not recall specifically who was present, but feels that CORNFELD's secretary was there. However, she could not recall who his secretary was at that time.

Interviewed on 2/19/75 at Beverly Hills, California File # Los Angeles 87-40513

SA [redacted] and
SA [redacted] /LLM/pml

Date dictated 2/24/75

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date of transcription 3/5/751

[redacted] was interviewed at the office of the attorney, [redacted], Beverly Hills, California, concerning her association with BERNARD CORNFELD and any knowledge she may have concerning his possession, use, or knowledge of blue boxes located in his residence. Present during the interview was [redacted] her attorney.

[redacted] advised that she first heard about a device used to make free telephone calls through a friend of hers by the name of [redacted]. [redacted] was a long time [redacted] of BERNARD CORNFELD. Approximately two or three years ago [redacted] told [redacted] that when she, [redacted], and or [redacted] traveled they could call her more often because "they" have something that they can make free phone calls on now. [redacted] advised that to her they meant [redacted] and CORNFELD because [redacted] and CORNFELD travel together alot.

[redacted] advised that she lived at [redacted] [redacted], Beverly Hills, California, for approximately three months, ending in late October 1974. During this time she observed CORNFELD ask the secretaries, either [redacted] or [redacted], to place phone calls for him.

After she left she was telephonically contacted by [redacted], exact date unknown, who advised her that she had quit working for CORNFELD. [redacted] advised prior to her quitting and after giving him notice, she had had an argument with CORNFELD. He then asked [redacted] to make some phone calls and she told him that she would not make any more phone calls on that thing again. This apparently upset CORNFELD also.

[redacted] advised that although she can not recall CORNFELD ever referring to a device used to make free phone calls, she has felt all along that he knew about this device and that it was being used because he wanted it to be used.

Interviewed on 3/4/75 RO at Beverly Hills, California File # Los Angeles 87-40513

by SA [redacted] and
SA [redacted] LLM/lss Date dictated 3/5/75 80



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Los Angeles, California

March 11, 1975

In Reply, Please Refer to
File No.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

BERNARD CORNFELD;

[redacted] also known as [redacted]

On January 28, 1975, the FBI in Los Angeles, California, served a search warrant at the residence of Bernard Cornfeld, 1100 Carolyn Way, Beverly Hills, California. Pursuant to the serving of this search warrant, two electronic devices commonly referred to as blue boxes were located at this residence. A blue box is an electronic device that is used in connection with a telephone to place long distance telephone calls without the call being billed to the number the call is being placed from. The device is usually portable and is usually approximately 3½" by 5" by 2" in dimensions. It has buttons on the face which are numbered 0 through 9 and other buttons designated with an "*" and "#" sign. When these buttons are pushed, a tone is emitted through a small speaker. This speaker, when placed to the mouthpiece of a telephone, will transmit the tone over the telephone system and activates the circuits of the system in the same way that the telephone system does. By calling a toll-free number, you can activate the network by use of this device, which will enable you to switch the call to the number you wish to call and you will be billed as if you called the toll-free number.

Two of these devices were located on the third floor of Cornfeld's mansion in bedrooms designated as [redacted] and [redacted] is [redacted] for Cornfeld. [redacted] is [redacted] who [redacted] for Cornfeld.

87-40513-81

This document contains no recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

- 12 - Bureau (RM)
2 - Seattle
② - Los Angeles (87-40513)

LJM/em
(6)

SEARCHED

INDEXED

SERIALIZED

FILED

[Handwritten signature]

BERNARD CORNFELD

Investigation by the FBI in Los Angeles has developed information that [] was [] to use this device for Cornfeld. She reportedly taught [], and a woman by the name of [] to use it prior to [] leaving.

In addition to the above women, [] of Cornfeld's, has knowledge of this device. She may have used it and may have seen him use it. She has told friends of hers that "they", meaning Cornfeld and herself, have a device to make phone calls on.

Through telephone directories seized at the time of the search, the following addresses or phone numbers were located for [] and []:

[]
[], France
Telephone []

[] (may have married and have
different name)
Telephone []
[]

AT [REDACTED] It is requested that [REDACTED]
[REDACTED] telephone
[REDACTED], be interviewed concerning the use of a blue box.

Additionally, determine if CORNFELD had personal knowledge of this device and if he was the one who purchased it. Attempt to determine the source of this device. Determine if [REDACTED] taught [REDACTED] and [REDACTED] how to use it and if CORNFELD knew how to use it.

AT [REDACTED] It is requested that [REDACTED]
[REDACTED], through telephone number [REDACTED] be interviewed
concerning CORNFELD's knowledge of the blue boxes. Determine
the source of the blue box in CORNFELD's residence and whether
CORNFELD knew how to use it.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 3/11/75

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIRMAIL
(Priority)

TO: DIRECTOR, FBI
FROM: SAC, LOS ANGELES (87-40513) (P)
SUBJECT: BERNARD CORNFELD;

aka

[redacted] dba

Grayhall Inc.
1100 Carolyn Way
Beverly Hills, Calif.
ITSP-FBW
OO: Los Angeles

Re Los Angeles report of SA [redacted]
dated 2/3/75.

Enclosed for the Bureau are 12 copies of a letterhead memorandum for dissemination to Legats Bern and Paris.

Enclosed for Seattle are two copies of the letterhead memorandum (LHM).

For information of Seattle, a [redacted] or [redacted] who resides at [redacted] Washington, telephone number [redacted], is a personal friend of [redacted] and used to reside at [redacted]. [redacted] was the girl who [redacted] and was designated the girl to make CORNFELD's calls for him on the blue box. [redacted] has been granted immunity for her testimony and has admitted using the blue box.

2 - Bureau (Encl. 12)
2 - Seattle (Encl. 2)
2 - Los Angeles
LHM/em
(6)

Approved: [Signature]
Special Agent in Charge

Sent _____ M Per _____

LA 87-40513

The Bureau is requested to forward the LHM to Legat Bern and Paris so that they may locate and interview [redacted] and [redacted].

LEADS

SEATTLE

AT [redacted] Locate and interview [redacted] or [redacted] concerning any knowledge she may have of the blue boxes at CORNFELD's.

(2) Determine if she has any knowledge of CORNFELD using the box, or if he knew they were being used to place calls for him. Find out any statements that [redacted] may have made to [redacted] concerning CORNFELD's knowledge of the blue boxes.

1

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Date of transcription 3/4/75

[redacted]
[redacted] California, telephone [redacted], advised he has known BERNARD CORNFELD for approximately four years. When [redacted] first met CORNFELD he became [redacted] and [redacted]. [redacted] has one [redacted] remaining with CORNFELD involving a [redacted]
[redacted]

[redacted] advised he has not been close to CORNFELD for the past two years, and has only seen CORNFELD once in the past six months. [redacted] stated he knows very little of CORNFELD's activities over the past two years, and has absolutely no knowledge of "blue box" useage by CORNFELD. [redacted] stated he has never seen a "blue box" in his life and would not know one if he saw one. [redacted] also advised he has no knowledge that CORNFELD ever encouraged anyone else to use a "blue box" for him.

[redacted] advised he is acquainted with [redacted] (last name unknown), CORNFELD's [redacted], and had heard [redacted] had been arrested. [redacted] advised that of all the people CORNFELD surrounds himself with, [redacted] is the only sincere, straightforward person, and he feels [redacted] is a victim of **circumstance** in this matter. According to [redacted], [redacted] had terminated her employment with CORNFELD and had returned to Europe to live with her husband, but had returned to the United States only at CORNFELD's request to help him prepare his 1974 tax returns.

Interviewed on 2/26/75 at [redacted] File # Los Angeles 87-4051
by [redacted] *mmw* Date dictated 3/4/75 83

REPORT
of theb6
b7cFEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C. 20535

To: SAC, Los Angeles (87-40513)

March 18, 1975

87-135272

FBI FILE NO.

D-750220010 HS

LAB. NO.

D-750225122 HS

D-750304018 HS

Re: BERNARD CORNFELD; [redacted]
aka [redacted], aka; [redacted]
dba Grayhall, Incorporated
1100 Carolyn Way, Beverly Hills, California;
ITSP; FBW

Specimens received 2-18-75 From SAC, Los Angeles (87-40513)

- Q1 Index card bearing hand printing beginning "plug
in Turn machine on toggle switch..."
- Q2 Index card bearing hand printing beginning "On or
before first ring..."
- Q3 Index card bearing hand printing and numerals and
on reverse side hand printing beginning "LONDON 441
PARIS 331..."

ALSO SUBMITTED: Seven Latent lifts
Five blue boxes

Specimens received 2-24-75 From SAC, Los Angeles (87-40513)

K1 Eleven cards bearing the known writing of [redacted]
[redacted]

ALSO SUBMITTED: Fingerprint cards of [redacted]
One four track tape
One cassette tape

Specimens received 3-4-75 From SAC, Los Angeles (87-40513)

K2 Fourteen sheets of lined paper and four 3" by 5" index
cards all bearing the known handwriting and hand printing
of BERNARD CORNFELD

ALSO SUBMITTED: One fingerprint card of BERNARD CORNFELD

57-10513-84

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
MAR 21 1975	
FBI - LOS ANGELES	

Result of examination:

Because of the lack of a sufficient number of significant peculiarities, a definite opinion was not reached as to whether the questioned printing on specimens Q1 through Q3 was prepared by the writers of specimens K1 and K2.

You will be advised by separate reports the results of the other examinations requested as well as the document examination of the writing which appears on the inside of the blue boxes.

The material submitted is temporarily retained.



**FEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C. 20535**

To: SAC, Los Angeles (87-40513)

March 18, 1975

From: Director, FBI

FBI FILE NO. 87-135272

LAB. NO. D-750220010 HS

D-750225122 HS

D-750304018 HS

Re: BERNARD CORNFELD; [REDACTED]
aka [REDACTED]
dba Grayhall, Incorporated
1100 Carolyn Way, Beverly Hills, California;
ITSP; FBW

Examination requested by: Los Angeles

Reference: Letters dated 2-12-75, 2-13-75, 2-23-75
Airtel dated 2-25-75

Examination requested: Document - Fingerprint

Remarks:

You will be advised by separate report the results of the fingerprint examination requested as well as the other examinations of the tapes and boxes.

A separate report will be forwarded with the results of the examination of the questioned writing which appear inside the blue boxes with the available known specimens submitted.

Enclosures (2) (2 Lab report)

87-40513-85

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 MAR 21 1975	
FBI - LOS ANGELES	

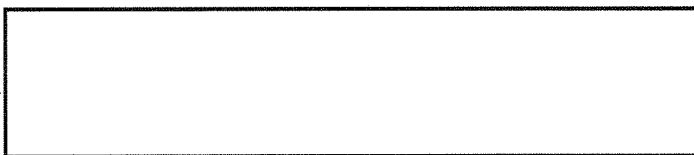
[REDACTED]

ADMINISTRATIVE PAGE

ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

WDK:EAN:RCB:bc
(213) 688-2391

March 19, 1975



Re: United States v. 
No. 

Dear :

Pursuant to our conversation of March 18, 1975, I am enclosing a stipulation to continue the preliminary hearing in the above-captioned matter to Friday, March 28, 1975. Please have the stipulation signed and return it to me for filing.

Very truly yours,

WILLIAM D. KELLER
United States Attorney

ROBERT C. BONNER
Assistant U. S. Attorney
Assistant Chief
Criminal Division

Enclosure

cc: FBI Agent 

57-40513-86

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 27 1975	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

TRANSLATION FROM FRENCH

Translator's Note: Underlined portions are in English.

Female Voice #1: Hello?

Female Voice #2: Yes.

Female Voice #1: Is Mr. (possibly (phonetic spelling) there?

Female Voice #2: Yes. Hello?

Female Voice #1: Hello?

Female Voice #2: Yes?

Female Voice #1: Is there?

Female Voice #2: (Unintelligible portion)

Female Voice #1: I'm placing the call for Mr. Cornfeld.

Female Voice #2: Okay. One moment. Is that who's calling?

Female Voice #1: Yes. Here he is.

Female Voice #2: Yes. One moment.

Female Voice #1: Thank you.

Male Voice #1: Hello.

Female Voice #2: ?

Male Voice #1: Yes. I...

87 HC513-87

Female Voice #2: One moment, please.

Male Voice #1: Good morning.

Female Voice #1: Good morning. Thank you. I telephoned you several times but you were never there.

Male Voice #1: Yes, they told me that .

(Female Voice #1 laughs.)

Male Voice #1: Of course.

Female Voice #1: Hello. Okay.

Male Voice #1: Yes.

Female Voice #1: on line 3.

Male Voice #2: Thank you. Hello.

Male Voice #1: Hello, Bernie. How...

(Conversation abruptly interrupted at this point
by a dial tone.)

*

*

*

Second conversation

Male Voice #1: Hello?

Female Voice #1: Hello?

Male Voice #1: Goodbye (unintelligible).

Female Voice #1: Goodbye, my dear.

Male Voice #1: How's it going?

Female Voice #1: Everything's going all right. How are you?

Male Voice #1: I'm fine. How are you doing?

Female Voice #1: I'm working like a fool.

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

TO : ADIC, Los Angeles (87-40513)

DATE: March 25, 1975

FROM : *✓* Director, FBI

SUBJECT: BERNARD CORNFELD;
ET AL;
ITSP - FBW
(OO: Los Angeles)

Attached is the translation which you requested
by letter dated 2/13/75.

The contents thereof, where pertinent, must be
reported under appropriate captions and afforded whatever
investigative attention is necessary.

The foreign language material is returned herewith.
Other requested examinations handled separately.

Enc. (4)

Handwritten notes:
To
Jenice to
3/27/75
Duck
D.L.



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-88

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 26 1975	

Handwritten: *h*

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES [REDACTED] (P)

DATE: 3/24/75

b2
b7D

FROM : SA [REDACTED]

b6
b7C

SUBJECT: [REDACTED]

b2
b7D

Re memorandum of SA [REDACTED]
dated 2/27/75.

b6
b7C

[REDACTED]
ET AL
ECT
OO: Los Angeles
LA file 179-670

On 3/5/75, SA [REDACTED] met with
target [REDACTED]

b6
b7C
b7D

- ① - 87-40513 (CORNFIELD) (SA [REDACTED])
1 - 179-670 ([REDACTED]) (SA [REDACTED])
1 - 7-1627 (HEARNAP) (SA [REDACTED])
1 - 166--New

WJL/lkp
(6)

501-40513-89

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
MAR 27 1975	
FBI - LOS ANGELES	

b6
b7C



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

b2
b7D

[REDACTED]

Target advised that he heard through unrecalled individuals at Santa Anita Racetrack within the past week that within the past several weeks Puccini's Restaurant on Santa Monica Boulevard had been torched by unknown individuals. This torch job was done in collusion with the owners of the restaurant for the purpose of collecting the insurance money.

On 3/24/75, SA [REDACTED] observed Puccini's Restaurant and observed that the restaurant was closed and that there were signs that the restaurant had had a fire.

b6
b7C

In view of the possibility that the above is a possible violation of the Interstate Transportation in Aid of Racketeering (ITAR) statutes, it is recommended that a new case be opened and assigned.

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 3/21/75

[redacted]
[redacted] telephone [redacted] and [redacted],
advised he has known BERNARD CORNFELD for approximately five
years. According to [redacted] his relationship with CORNFELD
has been primarily social, but has had some minor business
deals through [redacted].

[redacted] stated he had been expecting contact from
the FBI, since all of CORNFELD's friends, associates, and
employees had been contacted or appeared before the Federal
Grand Jury.

[redacted] stated he has never seen a "blue box" at
CORNFELD's or any other place and did not know exactly what
a "blue box" was used for. [redacted] advised it is his opinion
CORNFELD had no knowledge of the "blue box" usage going on
because CORNFELD's business has become so large, CORNFELD
is not aware of everything that takes place. In addition,
[redacted] stated CORNFELD is such an honest person he would not
be a party to such actions. [redacted] feels any allegations
against CORNFELD are ridiculous and compared the matter to
"PAUL GETTY robbing a gas station". [redacted] advised CORNFELD's
income is so large he does not need to cheat on his telephone
bill. In describing CORNFELD's wealth, [redacted] advised he has
seen CORNFELD purchase items, for the girls around him,
regardless of price. All the girls had to do was ask.

[redacted] advised he is in contact with CORNFELD
approximately every other week, and last saw CORNFELD
approximately one week ago. CORNFELD has never mentioned
the "blue box" problem in the presence of [redacted].

[redacted] stated he has known [redacted] (Last Name Unknown),
[redacted], for approximately five years, and feels
[redacted] is a very good person who does not associate with
CORNFELD at all except in connection with the business.
According to [redacted] is a German citizen who lives with
her husband in Geneva, Switzerland and works for CORNFELD in
his Geneva office. [redacted] makes two to three trips a year

Interviewed on 3/17/75[redacted] File # Los Angeles
87-40513 - 90

by SA [redacted] rjn

Date dictated 3/17/75

2
LA 87-40513

from Geneva to Los Angeles in connection with CORNFELD's business. [] has seen [] since her arrest and described her as very frightened and desirous of returning to Switzerland. On his contact with [] advised she made no mention of her involvement in the "blue box" matter, and [] felt her attorney had told her to say nothing so [] did not bring the matter into conversation.

[] advised he lives part time in Los Angeles and should it be necessary to contact him again, he can be located at CORNFELD's residence in Los Angeles if he is not at []
[]

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 4/10/75

FROM : SA [REDACTED]

SUBJECT: BEONARD CORNFELD;
[REDACTED] aka;
ET AL
ITSP - FBW
OO: Los Angeles

On 4/9/75, SA [REDACTED] received a telephone call from [REDACTED], Latent Fingerprint Section, Identification Division, FBIHQ, in which he advised that he had identified the latent impressions on one of the submitted blue boxes as the left thumbprint of [REDACTED] FBI Number [REDACTED].

b6
b7C

RGP/dls
(2)



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-91

SEARCHED	INDEXED
SERIALIZED	FILED
APR 10 1975	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 4/10/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO : SAC, LOS ANGELES (87-40513)
FROM : SAC, SEATTLE (87-14795) (RUC)
SUBJECT: BERNARD CORNFELD;
[redacted] aka;
dba GRAYHALL, INC.,
1100 CAROLYN WAY,
BEVERLY HILLS, CALIFORNIA
ITSP - FBW
OO: LOS ANGELES

Re Los Angeles airtel to Seattle dated March 11,
1975.

On April 3, 1975, [redacted]
[redacted], Washington, was contacted by Special Agent
[redacted] at which time she advised that [redacted]
[redacted] had moved back to the Los Angeles area and could be
reached at telephone number [redacted]. [redacted]
further advised that [redacted] is [redacted]
and is currently residing in [redacted].

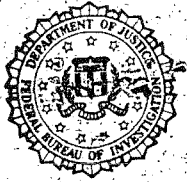
Since no further investigation is outstanding in
the Seattle Division, this case is being RUC'd.

② - Los Angeles
1 - Seattle
WDG:skh
(3)

87-40513-92
SEARCHED.....INDEXED.....
SERIALIZED.....FILED.....
10 APR 14 1975
LOS ANGELES

Approved: Pth/mw
Special Agent in Charge

Sent _____ M Per _____

**FEDERAL BUREAU OF INVESTIGATION**

Washington, D. C. 20537

REPORT

of the

IDENTIFICATION DIVISION**LATENT FINGERPRINT SECTION**

YOUR FILE NO. 87-40513
FBI FILE NO. 87-135272
LATENT CASE NO. B-7064

April 16, 1975

TO: SAC, Los Angeles - 2

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

RE: BERNARD CORNFELD;
ET AL.;
ITSP - FBW

REFERENCE: Letters 2/12/75, 2/13/75, and airtel 2/25/75.
EXAMINATION REQUESTED BY: Los Angeles
SPECIMENS: Three index cards bearing hand printing,
Q1 through Q3
Five blue boxes
Seven lifts
Fingerprints of Bernard Cornfeld, FBI
#826772N9
Major case prints of [REDACTED]
FBI # [REDACTED]

This report confirms and supplements Bucal
of 4-9-75.

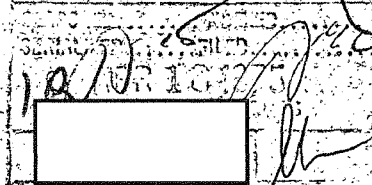
Specimens examined and eleven latent finger-
prints of value present or developed on Q1, Q2, lift
#2, lift #3, lift #5, and on two blue boxes, designated
#1 and #2 in Latent Fingerprint Section.

See attached page for result of comparison
of one latent fingerprint with fingerprints of [REDACTED]

(Continued on next page)

Clarence M. Kelley
Clarence M. Kelley, Director

THIS REPORT IS FURNISHED FOR OFFICIAL USE ONLY



SAC, Los Angeles

April 16, 1975

[redacted], white female, born [redacted]
U.S. Marshal, Los Angeles, California, # [redacted]
FBI # [redacted]

Remaining latent fingerprints not identical
fingerprints of [redacted], Cornfeld, [redacted], or with
fingerprints of [redacted], white male,
born [redacted], PD # [redacted]

On basis information furnished, no finger-
print record located here for [redacted],
[redacted] or [redacted].

Submitted prints of Cornfeld and [redacted] re-
tained. Remaining specimens being returned separate
cover.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

Your File No. 87-40513 April 16, 1975
FBI File No. 87-135272
Latent Case No. B-7064

RE: [REDACTED] FBI # [REDACTED]

One latent print present on lift #5 has
been identified as an impression of the left thumb
of [REDACTED].

**REPORT
of the**

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

**FEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C. 20535**

To: SAC, Los Angeles (87-40513)

April 16, 1975

FBI FILE NO. 87-135272

LAB. NO. D-750220010 HS
D-750225122 HS
D-750304018 HS

Re: BERNARD CORNFELD; [REDACTED]
aka [REDACTED]
dba Grayhall, Incorporated
1100 Carolyn Way, Beverly Hills, California;
ITSP; FBW

b6
b7C

Specimens received 2-18-75 2-24-75 3-4-75
Listed in FBI, Laboratory report, dated
March 18, 1975 addressed to SAC, Los Angeles

Result of examination:

Because of the lack of comparable writing and the presence of variations not satisfactorily explained, a definite opinion was not reached as to whether any of the questioned hand printing found on the notes inside four of the blue boxes submitted was prepared by the writers of specimens K1 and K2.

87-40513-94





**FEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C. 20535**

To: SAC, Los Angeles (87-40513)

April 16, 1975

From: Director, FBI

FBI FILE NO. 87-135272

LAB. NO. D-750220010 HS
D-750225122 HS
D-750304018 HS

Re:

BERNARD CORNFELD; [redacted]
aka [redacted], aka; [redacted]
[redacted], dba Grayhall, Incorporated
1100 Carolyn Way, Beverly Hills, California;
ITSP; FBW

Examination requested by: Los Angeles

Reference: FBI, Lab report March 18, 1975

Examination requested: Letters dated 2-12-75, 2-13-75, Airtel dated
Document 2-25-75

Remarks:

This report supplements FBI, Laboratory report dated March 18, 1975, addressed to the Los Angeles Office.

It is to be noted that in the case entitled [redacted] -FBW" Bureau file 87-133306, Phoenix Office of Origin" there was a blue box submitted for examination. This box contained a ~~handwritten~~ typewritten note bearing the same text of wording which was found in the blue boxes submitted in connection with this case.

In the case [redacted] -FBW" Bureau file 87-130192, Dallas Office of Origin" there was a hand printed note found inside a blue box submitted for examination. The note contained the same text which appeared in the blue boxes submitted in captioned case. Because of variations not satisfactorily explained, a definite opinion could not be reached as to whether the hand printing on the note found in the blue boxes submitted in connection with captioned case were prepared by the same person who prepared the hand printed not found in the blue box submitted in the [redacted] case.

Enclosures (2) *g2* Lab report)

ADMINISTRATIVE PAGE

87-40513-95

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 APR 21 1975	
FBI - LOS ANGELES	

[Signature]

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 5/5/75

[redacted] residing at [redacted] telephone number [redacted], Los Angeles, California, was interviewed concerning her knowledge of BERNARD CORNFELD and his possession and use of blue boxes. [redacted] furnished the following information:

She first met CORNFELD in May, 1971. In July, 1974, [redacted], a friend of hers, invited her to come to Los Angeles and stay at CORNFELD's. This was the first week of July. She came and stayed at the house until the first week of October. She left and came back on October 31, 1974.

During her stay there, she recalls that CORNFELD left the latter part of August. She first heard about the blue boxes when she came back on October 31, 1974. The box was in [redacted] room and she learned from [redacted] that it was there.

She and [redacted] flew to Washington and went to Canada to ski. While they were in Canada skiing, [redacted] told her that CORNFELD wanted her to make 800 calls and this bothered [redacted] considerably. [redacted] told [redacted] that she should not do it.

[redacted] stated that what she meant by 800 calls was that [redacted] was placing long distance telephone calls by use of this blue box to 800 area code numbers.

Interviewed on 4/23/75 at Los Angeles, California File # Los Angeles 87-40513 - 96
by SAs [redacted] and [redacted] Date dictated 4/29/75
[redacted] JEM/dw

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/ld

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

IDENTIFICATION DIVISION

WASHINGTON, D.C. 20537

PAGE

1

04/25/75

826 772 NS

The following FBI record, NUMBER

, is furnished FOR OFFICIAL USE ONLY.

Information shown on this Identification Record represents data furnished FBI by fingerprint contributors. WHERE DISPOSITION DATA IS NOT SHOWN OR FURTHER EXPLANATION OF CHARGE OR DISPOSITION IS DESIRED, COMMUNICATE WITH AGENCY CONTRIBUTING THOSE FINGERPRINTS.

CONTRIBUTOR: IDENTIFIER (ORI) NAME CASE NUMBER (OCA)	SUBJECT: NAME STATE NUMBER (SID)	ARRESTED OR RECEIVED	C - CHARGE D - DISPOSITION
NATIONAL CRIME INFORMATION CENTER FGPT.	CLASS.	24 15 04 02 02 FI PM 14 PO 12	
CA0191000 PD BEVERLY HILLS, CA 5A0131	CORNFIELD, BERNARD	02/12/75	C-GAMBLING DEVICE POSS-POSS SLOT MACHINE
CONTRIBUTOR COPY CAFBILA00 FBI LOS ANGELES, CA	62-7594* 4/75 92-742-350 +refs Bernard Cornfield 87-40573* 1/75 +refs		

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-20-2007 BY AUC 60324/BAW/STP/

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

IDENTIFICATION DIVISION

WASHINGTON, D.C. 20537

PAGE BU- 1

04/25/75

826 772 NS

The following FBI record, NUMBER , is furnished FOR OFFICIAL USE ONLY.
Information shown on this Identification Record represents data furnished FBI by fingerprint contributors. WHERE
DISPOSITION DATA IS NOT SHOWN OR FURTHER EXPLANATION OF CHARGE OR DISPOSITION IS DESIRED,
COMMUNICATE WITH AGENCY CONTRIBUTING THOSE FINGERPRINTS.

CONTRIBUTOR: IDENTIFIER (ORI) NAME CASE NUMBER (OCA)	SUBJECT: NAME STATE NUMBER (SID)	ARRESTED OR RECEIVED	C - CHARGE D - DISPOSITION
NATIONAL CRIME INFORMATION CENTER FGPT.		CLASS.	24 15 04 02 02 FI PM 14 PO 12
CAFBILA00 FBI LOS ANGELES, CA 87-40513	CORNFELD, BERNARD	02/19/75	C-TREAT AS CRIM INQUIRY
CAFBILA00 FBI LOS ANGELES, CA			

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

F B I

Date: 5/19/75

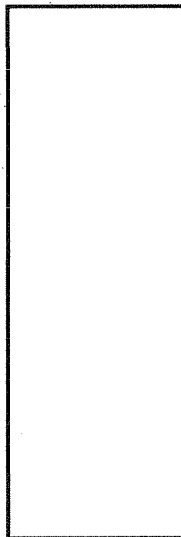
Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIRMAIL
(Priority)

TO: SAC, NEW YORK
FROM: SAC, LOS ANGELES (87-40513) (P)
SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Re Los Angeles airtel to New York, dated 2/21/75,
and Los Angeles telephone call to SA [REDACTED] New York,
dated 5/19/75.

The following are New York telephone numbers called
from CORNFELD's residence during the latter part of 1974:



SEARCHED _____
INDEXED _____
SERIALIZED CD
FILED CD

2 - New York
2 - Los Angeles

LLM/SLB

(4)

AP

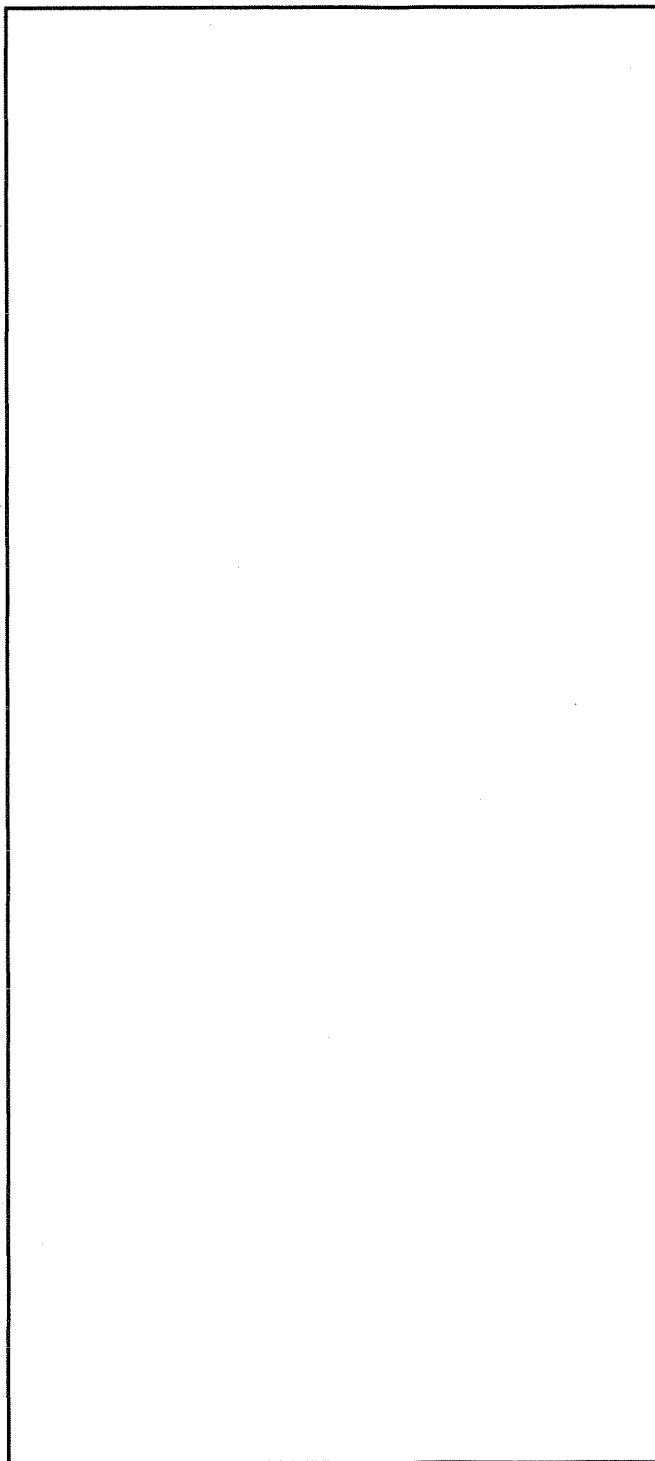
CONFIDENTIAL

Approved: al/n
Special Agent in Charge

Sent _____ M Per _____

87-40513-98

LA 87-40513



LEAD

NEW YORK

AT NEW YORK, NEW YORK: Review above telephone numbers
in an effort to locate

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 5/22/75

b6
b7c

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIRMAIL
(Priority)

TO: SAC, NEW YORK
FROM: SAC, LOS ANGELES (87-40513) (P)
SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Re Los Angeles airtel to New York, dated 5/19/75.

Investigation has revealed that CORNFELD had in his possession the latter part of 1974 a color brochure explaining the use of a blue box. The witness, [REDACTED], who saw him use this brochure, described it as having a picture or drawing of a box on the front and that the cover may have been blue.

Contact with the local telephone companies failed to locate any type of a brochure described above. However, [REDACTED] of the Pacific Telephone and Telegraph Company advised that his counterpart in New York City, [REDACTED], of the Bell Telephone System, had advised him that they had a local case in New York involving a [REDACTED] (phonetic) wherein the local authorities found one or two colored brochures. [REDACTED] advised that the FBI Agent he works with is [REDACTED] of New York City.

Investigation has developed information that an individual by the name of [REDACTED] from the San Francisco area may have supplied CORNFELD with a blue box. There is an individual by the name of [REDACTED] or [REDACTED] who resides at [REDACTED], San Rafael, California,

- 2 - New York
- 2 - San Francisco
- ② - Los Angeles

LLM/hew
(6)

SEARCHED _____

INDEXED _____

SERIALIZED ed

FILED ed

87-40513-99

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

LA 87-40513

telephone number [REDACTED], who is a [REDACTED] and may be [REDACTED] who may have supplied the blue boxes. This telephone number appears in records seized from CORNFELD'S residence at time of search.

Another telephone number obtained from an employee at the CORNFELD residence for [REDACTED] was [REDACTED].

LEADS

NEW YORK

AT NEW YORK, NEW YORK: Contact [REDACTED] of the telephone company in an effort to identify the local case and, thereafter, attempt to retrieve the original color brochure and forward to Los Angeles. For information of New York, Assistant United States Attorney, Los Angeles, plans to indict CORNFELD on 6/4/75. Trial will be scheduled for approximately one month later. It is requested above lead be covered prior to trial.

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: Contact and interview [REDACTED] rear, to determine if he knows CORNFELD. Identify him in an effort to obtain a driver's license photograph of him.

AT SAN FRANCISCO, CALIFORNIA: Obtain subscriber to telephone number [REDACTED] and, thereafter, determine if any individuals at that address could be identical to a [REDACTED], who is an acquaintance of CORNFELD'S. If [REDACTED] is located, who is acquaintance of CORNFELD, interview him concerning any knowledge he may have of CORNFELD possessing new blue boxes and/or whether or not he may have supplied same.

WDK:EAN:RCB:ycg

[REDACTED]

May 19, 1975

[REDACTED]

Re: Grayhall, Inc.

Dear [REDACTED]:

Enclosed is a subpoena duces tecum requesting that certain original documents [REDACTED] etc.) be produced before the federal grand jury on June 4, 1975. Please let me know if that date is inconvenient for you.

In addition, I would appreciate it if you could

[REDACTED]

[REDACTED]

b3
b6
b7C

b3
b6
b7C

82-4051-3 100
SEARCHED INDEXED
SERIALIZED FILED
JUN 20 1975
FBI - NEW YORK
ll

Re: Grayhall, Inc.
Page 2

May 19, 1975

b3
b6
b7C

The computer "print-outs" recently furnished to me appear to cover a period from November 24, 1974 to January 28, 1975. While there are many gaps within this period, there were 30 completed calls to "800" numbers based upon the print-outs I have.

It was my understanding that you had print-outs going back at least until October 29, 1974. Please provide me with all "print-outs" and the total number of "800" calls placed from the 1100 Carolyn Way address through January 28, 1975.

There are two other matters that you may be able to help me with. First, do you know the approximate date that Ike Turner was arrested in connection with the use of a "blue box?" Second, do you have any information indicating whether a "blue box" has been used at the 1100 Carolyn Way address since January 28, 1975?

Thank you for your cooperation in this matter.

Very truly yours,

WILLIAM D. KELLER
United States Attorney

ROBERT C. BONNER
Assistant Chief,
Criminal Division

cc: Special Agent , FBI

b6
b7C

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/clg

b6
b7c

(Mount Clipping in Space Below)

Cornfeld Charged With Phone Fraud

Financier Bernard Cornfeld, former head of a multimillion-dollar mutual fund empire, was indicted Wednesday by a federal grand jury here on charges of defrauding the Pacific Telephone Co. through use of two illegal "blue box" devices used to make 344 overseas phone calls.

The blue boxes were seized from Cornfeld's plush Beverly Hills mansion Jan. 25 by the FBI. Cornfeld's secretary was arrested at the time and accused of using the devices. But no charges were brought against Cornfeld until Wednesday.

Asst. U.S. Atty. Robert C. Bonner said Cornfeld directed or caused the blue boxes to be used from at least July, 1974, until they were seized.

Bonner estimated the phone company was cheated out of \$1,000 for each month the illegal devices were used. He added it was not known how long the boxes had actually been in use or why the millionaire was using the devices to call Europe.

The devices, the indictment alleged, intercept the phone company's long-distance overseas network so as to make the phone calls for free.

If convicted, Cornfeld could receive a maximum of five years in prison on each of the three counts on which he was indicted.

(Indicate page, name of newspaper, city and state.)

I-32 LOS ANGELES TIMES
LOS ANGELES, CA

Date: 6/5/75
Edition: Thursday Final
Author:
Editor: William F. Thomas
Title: BERNARD CORNFELD

Character: ITSP
or
Classification: LA-37-40513*
Submitting Office: Los Angeles
☐ Being Investigated

87-40513-1011

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUN 5 1975	
LES	

ORIGINAL TO THE BUREAU

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

(Mount Clipping in Space Below)

Cornfeld Indicted In Phone Cheating

By AL BOCK

Herald-Examiner Staff Writer

International financier Bernard (Bernie) Cornfeld was indicted by a federal grand jury here yesterday on charges of cheating the telephone company out of thousands of dollars by using an illegal device to place overseas telephone calls.

Federal Bureau of Investigation agents seized two blue boxes at Cornfeld's mansion at 1100 Carolyn Way, Beverly Hills, last January.

The boxes, according to the three-count indictment, allegedly were used to defraud the Pacific Telephone Co. They are described as electronic devices designed to generate signals similar to those used by telephone company equipment.

Cornfeld, 47, former president of Investors Overseas Services, is accused of ordering several female employees at his home to use the blue boxes to make calls to London, Geneva and other overseas cities.

Asst. U.S. Atty. Robert C. Bonner, who was in charge of a six-month investigation of Cornfeld's activities, said the telephone company may have lost up to \$1,000 a month. During a three-month period in 1974, Cornfeld allegedly was responsible for placing 288 overseas calls through a blue box, according to the indictment.

He also is charged with making at least 55 calls from November, 1974, through January, 1975.

Several friends and employees of the financier were called to testify before the grand jury.

At the time the FBI searched his Beverly Hills home, also identified as his business residence, Cornfeld denied then any knowledge that blue boxes were in the 40-room mansion.

(Indicate page, name of newspaper, city and state.)

A-3 HERALD EXAMINER
LOS ANGELES, CA

Date: 6/5/75
Edition: Thursday Latest
Author:
Editor: Donald Goodenow
Title: BERNARD CORNFELD
ET AL
Character: ITSP
or
Classification: LA-87-40513*
Submitting Office: Los Angeles
☐ Being Investigated

87-40513-1022

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 5 1975	
GELES	

ORIGINAL TO THE BUREAU

Bonner alleged that calls were placed to toll-free numbers or to San Francisco and the blux boxes were then used to engage the telephone company's overseas network to reroute calls to European cities, thus bypassing automatic billing computers.

Cornfeld, who headed IOS during its spectacular rise as a multimillion dollar mutual fund empire in the 1960s, was arrested by Swiss authorities who charged him with fraud.

Some of the charges were later dropped and he was released after posting \$1.6 million bail.

Cornfeld allegedly has been recently attempting to develop recreation facilities through an Arizona company.

Bonner said if Cornfeld is convicted on the telephone fraud charges, he could face up to 15 years in prison and \$3,000 in fines. It is expected that Cornfeld will be arraigned in federal court here within the next two weeks.

Bonner said Cornfeld is believed to be in London. "If he doesn't surrender in a week or two, we will contact the British asking extradition."

(Mount Clipping in Space Below)

Cornfeld Indicted In Telephone Fraud

From Evening Outlook News Services

Financier Bernard Cornfeld, a Holmby Hills resident, was indicted by a federal grand jury in Los Angeles Wednesday on charges of defrauding Pacific Telephone Co through the use of "blue boxes."

Cornfeld, 47, is the former board chairman of Overseas Investors Services (IOS), a mutual funds corporation that boomed during the late 1960s before running into financial trouble with Swiss authorities.

The three-count indictment alleges that Cornfeld used a "blue box" to place approximately 343 overseas calls from phones in his mansion at 1100 Carolyn Way.

Assistant U.S. Attorney Robert C. Bonner said the phone company allegedly lost \$1,000 a month because of the scheme.

Cornfeld, who also maintains expensive residences in Geneva and London, assertedly directed several of his employees to use the "blue boxes" to place calls to London, Geneva and elsewhere on his behalf.

A "blue box" is an electronic device that generates tones and signals like those used by the phone company, enabling the user to bypass the billing system. It is illegal to manufacture or possess such a device in California.

FBI agents with a search warrant entered Cornfeld's home last January and assertedly seized two "blue boxes."

If convicted, Cornfeld could receive a maximum penalty of 15 years in prison and a \$3,000 fine.

Cornfeld is expected to be arraigned in federal court, Los Angeles, within the next two weeks.

(Indicate page, name of newspaper, city and state.)

P. 6 EVENING OUTLOOK
SANTA MONICA, CA

Date: 6/5/75
Edition: Thursday 3 Star
Author:
Editor: Robert D. Funk
Title: BERNARD CORNFELD

Character: ITSP
or
Classification: LA-87-40513*
Submitting Office: Los Angeles

☐ Being Investigated

87-40513-103

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUN 6 1975	
FBI - LOS ANGELES	

ORIGINAL TO THE BUREAU

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAM/STP/cld

Director, FBI

Att: Special Investigative Division

6/6/75

SAC *LA* LOS ANGELES (87-40513)

BERNARD CORNFELD - FUGITIVE
ITSP - FBW
OO: Los Angeles

☒ Initial Submission☐ Supplements FD-65 dated _____☐ Photograph not needed

Indicate following:

☐ Extremist (Black)☐ Extremist (White)☐ Rev. Act.☐ Other Security background☐ None of these

Caution <input type="checkbox"/>	MKE	Name	NAM		Sex	SEX	Race	RAC
		BERNARD CORNFELD			M		Cauc	
Place of Birth		POB	Birth Date	DOB	Height	HGT	Weight	WGT
Turkey			8/17/27		5'8"		160	
Eye Color	EYE	Hair Color	HAI	FBI No.	FBI	Skin Tone	SKN	
Blue		Reddish/blond		826 772 N9				
Scars, Marks, Tattoos, etc.							SMT	
NCIC Fingerprint Classification		FPC	Other Identifying Number		MNU	Social Security #		SOC
2415040202 PI PM 14P012			U.S. Passport Z2102386					
Operator's License Number		OLN	Operator's License State		OLS	Year Expire		OLY
Offense Charged OFF Fraud By Wire								
U. S. Code, Title and Section USC, Title 18, Section 1343								
Warrant Issued By U.S. District Court, L.A. on 6/4/75					DOW F. O. File # OCA			
Date PBV or Bond Default Case Referred to Office					87-40513			
Miscellaneous Including Bond Recommended					MIS Fingerprint Classification (Henry System)			
\$50,000 Corporate Surety Bond					24 L 5 U OII 2 I 4 W MOO			
LICENSE PLATE AND VEHICLE INFORMATION								
License Plate Number		LIC	State	LIS	Year Expires	LIY	License Plate Type LIT	
Vehicle Identification #		VIN	Year	VYR	Make	VMA	Model	VMO
Aliases					Additional Identifiers			
NCIC # W 126677242					1 - Bureau 1 - Los Angeles LLM/dls (2)			

SEARCHED

INDEXED

SERIALIZED

FILED

87-40513-104

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

FW. CAFBILA00. CORNFELD, BERNARD.M.W.TY.081727.508.160.BLU.BLN.826772 N9.
..241 5040202 R1PM14P012.PP-Z2102386...XX.00.2608.060475.87-40513.
\$50,000 CS BOND
CAFBILA00
NAM/ CORNFELD, BERNARD NIC/W126677242

EW
JBS 6/6/75

87-40513-105

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 11 1975	
FBI - NEW YORK	

L.S.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

Name		
CORNFELD,	BERNARD	NMN
(Last)	(First)	(Middle)
Address		
1100 Carolyn Way, Beverly Hills, California		
(Number and Street) (City) (State)		
Date of Birth (include month, day, year)	Nationality	Identifying Number
8/17/27	American	<input checked="" type="checkbox"/> Passport American Z2102386
Requesting Office	Type of request	<input type="checkbox"/> Alien Registration
Los Angeles	<input type="checkbox"/> F1 <input checked="" type="checkbox"/> F2 <input type="checkbox"/> F3	<input type="checkbox"/> Other
Date of request (incl. month, day, year)	Cancellation date (incl. month, year)	
6/9/75	6/9/78	
Miscellaneous:		
CORNFELD was indicted by a Federal Grand Jury in Los Angeles on 6/4/75, and charged with three counts of violation of Title 18, United States Code, Section 1343, Fraud By Wire. Bond was set at \$50,000 Corporate Surety. He is reportedly in London at this time.		
1 - INS	FEDERAL BUREAU OF INVESTIGATION	<input checked="" type="checkbox"/> Place <input type="checkbox"/> Remove
1 - LA (87-40513)	INS Lookout Notice	
LLM/pml	Records Administration and Information Branch,	
(2)	Immigration and Naturalization Service,	
FD-315 (Rev. 9-10-68)	119 D Street N. E., Washington, D. C. 20536	

STOP PLACED 6-9-75
card filed

87-40513-106

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 9 1975	
FBI - LOS ANGELES	

11000 Wilshire Boulevard
Los Angeles, California 90024
June 10, 1975



Office of Investigation
U. S. Customs Service
300 South Ferry Street
Room 2037
Terminal Island, California 90731


Dear :


It is requested that the following information be placed in the Treasury Enforcement Communications System (TECS):

Name	Bernard Cornfeld
Race	White
Sex	Male
Nationality	American
Date of Birth	August 17, 1927
Place of Birth	Turkey
Height	5' 8"
Weight	160 pounds
Hair	Reddish-blond
Eyes	Blue
American Passport Number	Z2102386
Residence	1100 Carolyn Way Beverly Hills, California

On June 4, 1975, Cornfeld was indicted by Federal Grand Jury in Los Angeles, California, and charged with violation of Title 18, U. S. Code, Section 1343 (Fraud By Wire). Bond was set at \$50,000 corporate surety and a warrant was issued on the same date. The warrant is being held by the U. S. Marshal's Office, Los Angeles, California.

- 2 - Addressee
① - Los Angeles (87-40513)

LLM/rsr
(3) 

SEARCHED
INDEXED
SERIALIZED cd
FILED cd 

87-40513-107

Recent information has been developed that Cornfeld is currently in London, England.

Cornfeld has been entered into the National Crime Information Center (NCIC) network as a Federal fugitive. If Cornfeld is queried through TECS, please contact the Los Angeles Office of the FBI, telephone number [REDACTED], and notify Special Agent [REDACTED], and refer to our file 87-40513.

Sincerely yours,

WILLIAM A. SULLIVAN
Assistant Director in Charge

ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cld

WDK:EAN:RCB:ycg

(213) 688-2391

June 23, 1975

Hon. Richard L. Thornburgh
Assistant Attorney General
Criminal Division
U. S. Department of Justice
Washington, D. C. 20530

Attention:

Re: United States v. Bernard Cornfeld
No. CR 75-883

Dear Sir:

This refers to the telephone conversation between and Assistant U. S. Attorney Robert C. Bonner of this office on June 20, 1975 concerning the passport status of defendant Bernard Cornfeld.

On June 4, 1975, a federal grand jury returned a three-count indictment charging Cornfeld with violations of 18 U.S.C. §1343 (Fraud by Wire). On that date, a warrant was issued for Cornfeld's arrest. Bail was set at \$50,000 corporate bond. Copies of the indictment and arrest warrant are attached hereto.

Cornfeld was born on August 17, 1927 at Istanbul, Turkey. He is an American citizen. Our information discloses that Cornfeld's current U. S. passport was issued at Rome, Italy on October 1, 1974. Passport Number: 22102386.

87-110513-108

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 24 1975	
FBI—LOS ANGELES	

llh

Hon. Richard L. Thornburgh
Page 2

June 23, 1975

Conversations with Cornfeld's Los Angeles attorney, [redacted] indicate that Cornfeld is aware of the indictment and outstanding warrant, but that Cornfeld does not intend to return to the United States and surrender himself.

Cornfeld maintains a residence in London, England located at 1 West Halkin Street, S.W. 1.

Assistant U. S. Attorney Robert Bonner of this office is handling the case against Cornfeld. He can be contacted at FTS: 213 688-2391.

Sincerely,

WILLIAM D. KELLER
United States Attorney

Enclosures

cc: FBI, Los Angeles (Attn: Agent [redacted])

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-20-2007 BY AUC 60324/BAW/STP/cll

b6
b7C

(Mount Clipping in Space Below)

Cornfeld To Face Extradition Action

LOS ANGELES (AP) — Millionaire playboy Bernard Cornfeld failed to surrender here Friday on fraud charges, and a federal prosecutor said he would seek the one-time financial giant's extradition from England.

Assistant U.S. Atty. Robert Bonner said after the deadline: "Cornfeld has not surrendered ... there is no indication he plans to surrender."

Cornfeld was indicted June 4 on charges an illegal "blue box" electronic system was used on telephones at his mansion here to make about 343 free overseas telephone calls. About \$4,000 was said to be involved.

Bonner said he was preparing an extradition request that the U.S. State Department would transmit to British authorities. Cornfeld was last reported living at a London home he owns.

Cornfeld's attorney here, Roger Cossack, said his client had decided to ignore the surrender ultimatum and to fight extradition in British courts. He said under the U.S.-British extradition treaty, "This may be a civil problem and not a criminal case and therefore not covered in the treaty."

Bonner agreed "there may be a question" whether Cornfeld could be extradited under the present law. He said a new treaty still to be ratified by the U.S. Senate did cover the alleged crime, but Cossack said he did not believe action could be taken on a charge filed before the treaty was law.

Before his financial empire collapsed and he lost control of Investors Overseas Services in 1970, Cornfeld's personal wealth was estimated at \$200 million and his conglomerate was said to control \$2.7 billion.

(Indicate page, name of newspaper, city and state.)

A-3 HERALD EXAMINER
LOS ANGELES, CA

Date: 6/21/75
Edition: Saturday Latest
Author:
Editor: Donald Goodenow
Title: BERNARD CORNFELD

Character:
or
Classification: LA-87-40513
Submitting Office: Los Angeles
☐ Being Investigated

87-40513-109
SEARCHED INDEXED
SERIALIZED FILED

ORIGINAL TO THE BUREAU

6/25/75

AIRTEL

AIR MAIL

TO: ADIC, LOS ANGELES (87-40513)
FROM: SAC, SAN FRANCISCO (87-35982) (P)
SUBJECT: BERNARD CORNFELD
ET AL
ITSP - FBW
OO: LOS ANGELES

Reference Los Angeles airtel to New York, dated 5/22/75.

On 6/5/75, records of Pacific Telephone and Telegraph, San Francisco, California, reflected that telephone number [] is listed to [] San Rafael, California. This phone was established in 1968.

On 6/6/75, an attempt was made to contact [] at [] and no one could be located.

On 6/6/75, the Pacific Telephone and Telegraph Cross Reference Directory was checked and it was determined from the March directory that a [] resides at [], California. His telephone number is [].

On 6/6/75, an attempt was made to contact [] at his home but there was no answer.

On 6/6/75, the records of the Marin County Credit Bureau were reviewed by [], and no record could be located identifiable with [].

② - Los Angeles
2 - San Francisco
RKG/dmp
(4)

87-40513-110

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 3 1975	
FBI - LOS ANGELES	

SF 87-35982
RKG/dmp

On 6/9/75, and 6/12/75, attempts were, again, made to contact [] at his home and no one was there. A note was left requesting that he call the San Rafael Office of the FBI.

On 6/13/75, [] was contacted at his home after he telephonically contacted the Office of the FBI and arranged for an interview. [] with his wife present, stated that he has had telephone number [] for almost 12 years and has resided in his current home since 1960. [] stated that he does not know anyone in Los Angeles, California, nor has anyone from Los Angeles ever discussed purchasing an electronic item such as a blue box. [] inquired as to what a blue box is and stated that he is completely unfamiliar with any type of electrical item. [] stated that he and his wife both work full time and that neither of them has ever been approached about purchasing a blue box.

[] advised that she is [] and calls her family regularly but always goes either through the operator or dials direct.

[] is quite upset that his name became involved in a criminal investigation and stated that if anyone did approach him concerning a blue box, he would telephonically contact the FBI.

LEAD

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: Will continue efforts to locate and interview []



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Los Angeles, California

July 1, 1975

In Reply, Please Refer to
File No.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 02-19-2008 BY 60324 UC BAW/STP/CLS

BERNARD CORNFELD -
FUGITIVE;
INTERSTATE TRANSPORTATION
OF STOLEN PROPERTY -
FRAUD BY WIRE

On June 4, 1975, Bernard Cornfeld was indicted by a Federal Grand Jury in Los Angeles and charged with violation of United States Code, Title 18, Section 1343, Fraud By Wire. A warrant was issued for him on that date and bond was set at \$50,000 Corporate Surety.

Cornfeld's attorney, [REDACTED], Los Angeles, has advised that he is currently in London and maintains a residence at 1 West Halkin Street, SW 1. Cornfeld is aware of the indictment outstanding against him and has indicated he does not intend to return to the United States to surrender himself.

Assistant United States Attorney (AUSA) Robert C. Bonner, Los Angeles, California, has instituted action in an effort to extradite Cornfeld from England. He has also instituted action to have his passport seized.

Information available at this time indicates that Cornfeld is out on bond from charges in Geneva, Switzerland, and is scheduled to appear in court there on an undisclosed date.

12 - Bureau (87-135272)
2 - Los Angeles (87-40513)
LM/pml
(14)

SEARCHED —

INDEXED

SERIALIZED

FILED

This document contains neither recommendations or conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.



87-135272-111

BERNARD CORNFELD -
FUGITIVE

Cornfeld is described as follows:

Name	Bernard Cornfeld
Race	White
Sex	Male
Date of Birth	August 17, 1927
Place of Birth	Istanbul, Turkey
Height	5'8"
Weight	160
Eyes	Blue
Hair	Reddish blond
United States Passport Number	Z2102386; issued on October 1, 1974, at Rome, Italy
Residence	1100 Carolyn Way Los Angeles, California; and 1 West Halkin, SW 1, London, England

BERNARD CORNFELD --
FUGITIVE

LEGAT, LONDON

AT LONDON, ENGLAND: (1) Verify Cornfeld's residing
at 1 West Halkin, SW 1.

(2) Attempt to seize Cornfeld's passport.

BERNARD CORNFELD -
FUGITIVE

LEGAT, BERN

AT GENEVA, SWITZERLAND: (1) Furnish information contained in the LHM concerning Cornfeld's indictment to appropriate authorities handling his case in Switzerland.

(2) Determine his next court appearance date and advise the Los Angeles Office of the FBI.

(3) If Cornfeld appears, attempt to have his passport seized.

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

TO : DIRECTOR, FBI (87-135272)

DATE: 7/1/75

FROM: SAC, LOS ANGELES (87-40513) (P)

SUBJECT: BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: Los Angeles

Re Los Angeles FD-65 dated 6/6/75; and Los Angeles airtel to Bureau, dated 3/11/75.

Enclosed for the Bureau are 12 copies of a letterhead memorandum (LHM) for dissemination to Legat, London, and Legat, Bern.

As stated in enclosed LHM, Assistant United States Attorney (AUSA) ROBERT C. BONNER, Los Angeles, has initiated extradition proceedings against subject, who is reportedly currently residing in London. He has also requested the State Department to attempt to seize CORNFELD's passport, Number Z2102386.

The Bureau is requested to furnish the enclosed LHM to Legat, London, for their information and to determine if they have some procedure wherein CORNFELD's passport may be seized.

Bureau is requested to furnish the enclosed LHM to Legat, Bern, for their information and to have them advise Los Angeles of CORNFELD's next court appearance in Switzerland in order that he may be located and his passport seized.

4 - Bureau (Enc. 12)
2 - Los Angeles

LHM/pml
(6)

87-40513-112
SEARCHED
INDEXED
S
FILED



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

Director, FBI (163-14206)

June 26, 1975

Legat, Paris (163-1013) (RUC)

BERNARD CORNFELD;



Grayhall Inc.
1100 Carolyn Way
Beverly Hills, California
ITSP - FBW
OO: Los Angeles

Re: Los Angeles airtel, March 11, 1975.

On June 25, 1975, [redacted]
[redacted] advised that [redacted]
[redacted] the individual identified in referenced Los Angeles
communication as [redacted] is identifiable with [redacted]
[redacted], a German national, born [redacted], at [redacted]
Germany, who currently resides at [redacted]
[redacted], and who is currently employed [redacted]
[redacted] by the IBM corporation in Paris. [redacted] was inter-
viewed [redacted] and furnished the
following information:

According to information furnished by [redacted], she was employed
as [redacted] by the IOS corporation headed by BERNARD CORNFELD
and resided in a home [redacted], located at
[redacted], Beverly Hills, California. She stated that
during the period of her employment with CORNFELD, a large number
of individuals apparently connected with CORNFELD's business
activities were [redacted], and that there was
a tremendous turnover in individuals working for and with
CORNFELD during the period of her employment.

[redacted] stated that on a date which she does not recall, a
young man with whom she was not acquainted, visited the CORNFELD
residence and asked if she were [redacted] of Mr.
CORNFELD. After she had responded affirmatively to this question,
the young man exhibited to her what apparently was an electronic
apparatus, which was black or dark blue and which he instructed
her in its utilization. She stated she believed this apparatus

5 - Bureau
(1 - Foreign Liaison Unit)
(2 - Los Angeles)(87-40513)

1 - Paris
MGZ:CAK
(6)

87-40513-123

SEARCHED	INDEXED
SERIALIZED	FILED
JUL 7 1975	
FBI - LOS ANGELES	

[Signature]

b6
b7C

b6
b7C
b7D

PAR 163-1013

was designed to assist in obtaining telephonic communications more rapidly than normal and indicated she did not completely understand how this apparatus was going to be used. According to [REDACTED], she tried to use this apparatus on several occasions but found it was too complicated for her and once the electric batteries had stopped charging, she no longer utilized the apparatus and obtained her telephonic communications as she had done prior to the arrival of this apparatus. She stated it was possible that she had taught [REDACTED], whom she did not further identify, to use this apparatus but stated she had not instructed [REDACTED] as to its use. [REDACTED] stated she did not know who had purchased the apparatus or if and where other apparatus of this type was located in other rooms at the CORNFELD residence inasmuch as she had only seen the one which was kept in her room. She stated she did not know whether CORNFELD was aware of the presence of this apparatus in his domicile. No additional pertinent information was developed by [REDACTED] interview of [REDACTED].

b6
b7C
b7D

All logical investigation at this time has been completed and captioned matter is being placed in an RUC status.

FEDERAL BUREAU OF INVESTIGATION

1Date 7/8/75

[redacted], San Rafael, California, was contacted at his home. He was advised of the identities of the interviewing Agents by being shown their credentials and that they were investigating a case involving Mr. BERNARD CORNFELD of Los Angeles, California, and his possible use of a blue box.

[redacted] immediately advised that he knew Mr. CORNFELD but his only connection with CORNFELD was that he installed a sound system in CORNFELD's home.

[redacted] was then advised that in view of the fact CORNFELD had been recently indicted in Los Angeles and the case being investigated involved criminal activity, he was being advised of his rights.

[redacted] stated that since he was being advised of his rights, he was not going to continue the interview without his attorney being present. He stated that his attorney is [redacted] San Francisco, California, telephone number [redacted]

[redacted] then requested the copy of the Advice of Rights Form and the interviewing Agents' name. He was told that since the form was not used, it would be of no use to him. He was then given the Agents' name. The interview was terminated at 10:30 a.m.

SEARCHED	INDEXED
SERIALIZED	FILED
JUL 14 1975	
FBI - LOS ANGELES	

On 6/26/75 at San Rafael, California File # SF 87-35982
by SA [redacted] and SA [redacted] /dmp Date dictated 7/2/75

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 7/9/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIR MAIL
(Priority)

TO: ADIC, LOS ANGELES (87-40513)
FROM: SAC, SAN FRANCISCO (87-35982) (P)
SUBJECT: BERNARD CORNFELD
ET AL
ITSP - FBW
OO: LOS ANGELES

Reference Los Angeles airtel to New York, dated 5/22/75, and San Francisco airtel to Los Angeles, dated 6/25/75.

Enclosed for Los Angeles find one (1) copy of an FD-302 reflecting interview with [REDACTED] also known as [REDACTED].

For the information of Los Angeles, after conducting the interview which is enclosed and leaving the premises of the interviewee, it was noted that the following automobiles were parked in the driveway:

California License Number [REDACTED]

California License Number [REDACTED]

California License Number [REDACTED]

A check with the Department of Motor Vehicles, through the California Law Enforcement Telecommunications System (CLETS) revealed the following information:

- ② - Los Angeles (Enc. 1)
2 - San Francisco
RKG/dmp
(4)

87-40513-115
SEARCHED..... INDEXED.....
SERIALIZED..... FILED.....
JUL 14 1975
FBI - LOS ANGELES

Approved: _____
Special Agent in Charge

Sent _____ M Per *WCC end.*

SF 87-35982
RKG/dmp

California License Number [redacted]
is a 1973 Volvo, registered to
[redacted]
[redacted]-licensed
owner is Ford Motor Credit, P. O.
Box 4115, Hayward, California.

California License Number [redacted]
is a Chevrolet pickup truck,
registered to [redacted]
[redacted]

California License Number [redacted]
is a 1965 Ford pickup, registered
[redacted]

Due to the similarity of names, that of [redacted]
[redacted], and the registered owner of the Volvo, [redacted]
a request was made for [redacted] driver's license.

Driver's License Number [redacted] was received and the
photograph is identical with the person interviewed, who
advised he is [redacted].

It should be noted that at no time did the person
ever advise his true name was not [redacted].

It should also be noted that in the interview, the
Agent asked the person who answered the door for [redacted].

A check with the Department of Motor Vehicles
shows no license listed for a [redacted] but did provide
a license for a [redacted].

Special Agent [redacted], Pacific Telephone and
Telegraph, advised that according to the most recent directory,
the subscriber to telephone number [redacted] is a [redacted].

SF 87-35982
RKG/dmp

He stated he would check his records to obtain further information.

As of this date, the above information has not been received.

LEAD

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: Will await information from Special Agent [REDACTED], Pacific Telephone and Telegraph, and report same.

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

IDENTIFICATION DIVISION

WASHINGTON, D.C. 20537

07/14/75

PAGE

1

826 772 N9

The following FBI record, NUMBER , is furnished FOR OFFICIAL USE ONLY.
 Information shown on this Identification Record represents data furnished FBI by fingerprint contributors. WHERE
 DISPOSITION DATA IS NOT SHOWN OR FURTHER EXPLANATION OF CHARGE OR DISPOSITION IS DESIRED,
 COMMUNICATE WITH AGENCY CONTRIBUTING THOSE FINGERPRINTS.

CONTRIBUTOR: IDENTIFIER (ORI) NAME CASE NUMBER (OCA)	SUBJECT: NAME STATE NUMBER (SID)	ARRESTED OR RECEIVED	C - CHARGE D - DISPOSITION
NATIONAL CRIME INFORMATION CENTER FGPT. CA0191000 PD BEVERLY HILLS, CA 5A0131 CONTRIBUTOR COPY CAFBILA00 FBI LOS ANGELES, CA BUR-WANT	CORNFELD, BERNARD	CLASS. 02/12/75	24 15 04 02 02 PI PM 14 PO 12 C-GAMBLING DEVICE POSS-POSS SLOT MACHINE

87-40513-116

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUL 18 1975	
FBI — LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
IDENTIFICATION DIVISION
WASHINGTON, D.C. 20537
826 772 N9

PAGE BU- 1

07/14/75

The following FBI record, NUMBER , is furnished FOR OFFICIAL USE ONLY.
Information shown on this Identification Record represents data furnished FBI by fingerprint contributors. WHERE
DISPOSITION DATA IS NOT SHOWN OR FURTHER EXPLANATION OF CHARGE OR DISPOSITION IS DESIRED,
COMMUNICATE WITH AGENCY CONTRIBUTING THOSE FINGERPRINTS.

CONTRIBUTOR: IDENTIFIER (ORI) NAME CASE NUMBER (OCA)	SUBJECT: NAME STATE NUMBER (SID)	ARRESTED OR RECEIVED	C - CHARGE D - DISPOSITION
NATIONAL CRIME INFORMATION CENTER FGPT.	CLASS.		24 15 04 02 02 PI PM 14 PO 12
CAFBILA00 FBI LOS ANGELES, CA 87-40513	CORNFELD, BERNARD	02/19/75	C-TREAT AS CRIM INQUIRY
CAFBILA00 FBI LOS ANGELES, CA BUR-WANT	CORNFELD, BERNARD	06/18/75	C-THIS IS A WANTED NOTICE AND NOT AN ARREST C-ITSP-FBW FUG INDEX NO 64175 C-BU FILE NO 87135272 00 LOS ANGELES D-WANTED-
CAFBILA00 FBI LOS ANGELES, CA			

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/SFP/cld

b6
b7c

FBI

Date: 7/18/75

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIRMAIL
(Priority)

TO: DIRECTOR, FBI (87-135272)
ATTENTION: IDENTIFICATION DIVISION
LATENT FINGERPRINT SECTION
LATENT CASE NUMBER B-7064

FROM: SAC, LOS ANGELES (87-40513) (P)

SUBJECT: BERNARD CORNFELD;
ET AL -
FUGITIVE
ITSP; FBW
OO: Los Angeles

Re Identification Division, Latent Fingerprint
report dated 4/16/75.

Enclosed for the Bureau are seven latent fingerprint
lifts obtained from blue boxes in this case.

on 6/26/75, an individual by the name of [REDACTED]
[REDACTED] was identified as an associate of CORNFELD'S
who installed the sound system in CORNFELD'S mansion in
Beverly Hills. Information had been previously developed
that a [REDACTED] (Last Name Unknown) from San Francisco made
one of the blue boxes seized from CORNFELD.

The following is a description of [REDACTED] obtained
from his California Driver's License:

Name	[REDACTED]
Alias	
Race	White.
Sex	Male

SEARCHED ☒
INDEXED ☒
SERIALIZED ☒
FILED ☒

- 3 - Bureau (Encl 7)
- 2 - San Francisco (87-35982)
- ② - Los Angeles

LLM/haw
(7)

OFFICE COPY

Approved: _____
Special Agent in Charge

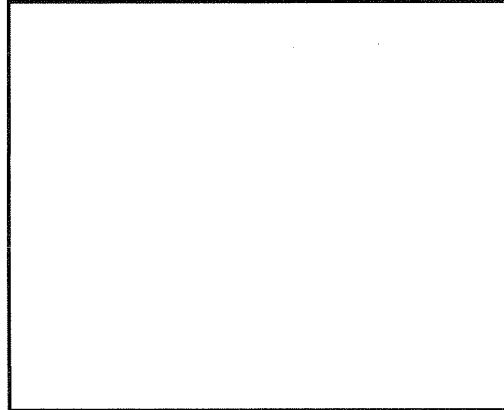
Sent _____

87-40513-117
M Per

LA 87-40513

Date of Birth
Height
Weight
Eyes
Hair
Residence

California Driver's
License Number



The Identification Division is requested to search [redacted] name through records including civil fingerprint file in an effort to obtain fingerprint card for him. If located, compare latent fingerprints developed in this case with his fingerprints.

LEADS

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: Conduct criminal check in an effort to obtain fingerprints for [redacted]. If unable to locate any fingerprints, recontact him and attempt to obtain his fingerprints voluntarily. If he refuses, contact Los Angeles, who will consider obtaining a Court order. If fingerprints obtained forward to the FBI Identification Division.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

N 016 DDL
DEPARTMENT OF DRIVERS LICENSES, SACRAMENTO
7-18-75 1525 PDT
FBL, FBI LOS ANGELES, CAFBILA
PLEASE FURNISH COPY OF DRIVERS LICENSE FOR [REDACTED]
DRIVERS LICENSE NUMBER [REDACTED] BY MAIL.
ATTENTION: SA [REDACTED]
[REDACTED] ACTING ASSISTANT DIRECTOR IN CHG
FBI, LOS ANGELES LRS

87-40513-118

SEARCHED	INDEXED
SERIALIZED	FILED
JUL 21 1975	
FBI — LOS ANGELES	

071875 1
FBL 0456
ID FBL

=I

DATE:07-18-75*TIME:14:12*

DL/NO: [REDACTED] /D:11-17-41*NAME: [REDACTED] *ADDR: [REDACTED]

SAN RAFAEL 94901*EFF:02-28-75*

IDENTIFYING INFORMATION

SEX:MALE*HT:6-00*WT:170*EYES:BLU*HAIR:BROWN*OTH/ADD: [REDACTED]

SAN FRANCISCO EFF:02-12-75*

END

16 87-40513-119

SEARCHED	INDEXED
SERIALIZED <i>CH</i>	FILED <i>W</i>
JUL 21 1975	
FBI - LOS ANGELES	

llh

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE LOS ANGELES	OFFICE OF ORIGIN LOS ANGELES	DATE 7/22/75	INVESTIGATIVE PERIOD 2/3 - 6/26/75
TITLE OF CASE BERNARD CORNFELD - FUGITIVE; <div style="border: 1px solid black; height: 40px; width: 250px; margin: 5px 0;"></div> dba Grayhall, Inc., 1100 Carolyn Way Beverly Hills, California		REPORT MADE BY <div style="border: 1px solid black; height: 20px; width: 150px; margin: 5px 0;"></div>	TYPED BY mmw
		CHARACTER OF CASE ITSP - FRAUD BY WIRE	
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-21-2007 BY AUC 60324/BAW/STP/cld			

REFERENCE: Report of SA dated 2/3/75, at
Los Angeles.

- P -

ADMINISTRATIVE

The investigative period exceeds the normal 45 days, however, this case has been actively pursued and kept current through interoffice and intraoffice communication.

The confidential source abroad referred to in the details of this report is Legat, Paris.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
							PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
APPROVED <i>[Signature]</i> COPIES MADE:						SPECIAL AGENT IN CHARGE	
1 - Bureau (87-135272) 1 - USA, Los Angeles (Attn: AUSA ROBERT C. BONNER) ② - Los Angeles (87-40513)						DO NOT WRITE IN SPACES BELOW	
Dissemination Record of Attached Report						Notations	
Agency						SEARCHED — INDEXED SERIALIZED <i>[Signature]</i> FILED	
Request Recd.							
Date Fwd.							
How Fwd.							
By							

LA 87-40513

CORNFELD has been entered into the Treasury Enforcement Communications System as a federal fugitive and stops have been placed with Immigration and Naturalization Service.

- B -

COVER PAGE



FEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C. 20535

To: SAC, Los Angeles (87-40513)

March 18, 1975

From: Director, FBI

FBI FILE NO. 87-135272

LAB. NO. D-750220010 HS

D-750225122 HS

D-750304018 HS

Re: BERNARD CORNFELD; [REDACTED]
aka [REDACTED]
dba Grayhall, Incorporated
1100 Carolyn Way, Beverly Hills, California;
ITSP; FBW

b6
b7C

Examination requested by: Los Angeles

Reference: Letters dated 2-12-75, 2-13-75,
Airtel dated 2-25-75

Examination requested: Document - Fingerprint

Remarks:

You will be advised by separate report the results of the fingerprint examination requested as well as the other examinations of the tapes and boxes.

A separate report will be forwarded with the results of the examination of the questioned writing which appear inside the blue boxes with the available known specimens submitted.

Enclosures (2) (2 Lab report)

- C -

COVER PAGE

ADMINISTRATIVE PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

b6
b7c

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

Copy to:

1 - USA, Los Angeles (Attn: AUSA [REDACTED])

Report of:

[REDACTED]

Office: Los Angeles, California

Date:

July 22, 1975

Field Office File #:

87-40513

Bureau File #:

87-135272

Title:

BERNARD CORNFELD;

[REDACTED]

doing business as

Character:
xxxxxxx

Grayhall, Inc.,
1100 Carolyn Way
Beverly Hills, California

Synopsis:
xxxxxxx

Character:

INTERSTATE TRANSPORTATION OF STOLEN
PROPERTY - FRAUD BY WIRE

Synopsis: On 4/18/75, complaint was dismissed against subject [REDACTED] in exchange for her cooperation. CORNFELD was indicted on 6/4/75, by the Federal Grand Jury, Los Angeles, and charged with violation of U. S. Code, Title 18, Section 1343, fraud by wire. A warrant was issued same date and bond set at \$50,000 corporate surety. Information from CORNFELD's attorney indicates he is in London, England, and may return latter part of August, 1975.

- P -

DETAILS:

LA 87-40513

A review of an appointment book seized at CORNFELD's residence pursuant to a search warrant revealed that a [] [] called CORNFELD's residence on January 27, 1975 and January 25, 1975. He listed a number of [] for a return telephone call.

On June 5, 1975, investigation developed that telephone number [] is listed to [] [], San Rafael, California.

On June 6, 1975, the Pacific Telephone and Telegraph cross reference directory indicated that telephone number [] is listed to a [] [], San Rafael, California.

On June 9, 1975, and June 12, 1975, attempts were again made to contact [] at his home and no one was there. A note was left requesting that he call the San Rafael Office of the Federal Bureau of Investigation.

On June 13, 1975, [] was contacted at his home after he telephonically contacted the Office of the Federal Bureau of Investigation and arranged for an interview. [], with his wife, present, stated that he has had telephone number [] for almost 12 years and has resided in his current home since 1960. [] stated that he does not know anyone in Los Angeles, California, nor has anyone from Los Angeles ever discussed purchasing an electronic item such as a blue box. [] inquired as to what a blue box is and stated that he is completely unfamiliar with any type of electrical item. [] stated that he and his wife both work full time and that neither of them has ever been approached about purchasing a blue box.

[] advised that she is from [] and calls her family regularly but always goes either through the operator or dials direct.

LA 87-40513

[] is quite upset that his name became involved in a criminal investigation and stated that if anyone did approach him concerning a blue box he would telephonically contact the Federal Bureau of Investigation.

For the information of receiving offices, after conducting the interview of [], also known as [] and leaving the premises of the interviewee, it was noted that the following automobiles were parked in the driveway:

California license number []

California license number []

California license number []

A check with the Department of Motor Vehicles through the California Law Enforcement Tele-Communications System (CLETS) revealed the following information:

California license number [] is a 1973 Volvo registered to [] San Rafael, California; licensed owner is Ford Motor Credit, Post Office Box 4115, Hayward, California

California license number [] is a Chevrolet pickup truck, registered to [], Oakland, California

California license number [] is a 1965 Ford pickup, registered to [] San Rafael, California

LA 87-40513

Due to the similarity of names, that of [redacted] and the registered owner of the Volvo, [redacted] a request was made for [redacted] driver's license.

Driver's license number [redacted] was received and the photograph is identical with the person interviewed, who advised he is [redacted].

It should be noted that at no time did the person ever advise his true name was not [redacted].

It should also be noted that in the interview, the Special Agent asked the person who answered the door for [redacted].

A check with the Department of Motor Vehicles shows no license listed for a [redacted] but did provide a license for a [redacted].

LA 87-40513

On July 7, 1975, a confidential source abroad furnished the following information:

On June 25, 1975, the [redacted] [redacted] advised that they had determined the individual known as [redacted] is identical with [redacted] [redacted], a German national, born [redacted] at [redacted] Germany, and currently resides at [redacted] [redacted], and is currently employed [redacted] by the IBM Corporation in Paris. [redacted] was interviewed and furnished the following information:

According to information furnished by [redacted] she was employed as [redacted] by the IOS Corporation headed by BERNARD CORNFELD and resided [redacted] [redacted] located at [redacted] Beverly Hills, California. She stated that during the period of her employment with CORNFELD, a large number of individuals apparently connected with CORNFELD's business activities [redacted] and that there was a tremendous turnover in individuals working for and with CORNFELD during the period of her employment.

[redacted] stated that on a date which she does not recall, a young man with whom she was not acquainted, visited the CORNFELD residence and asked if she were [redacted] of Mr. CORNFELD. After she had responded affirmatively to this question, the young man exhibited to her what apparently was an electronic apparatus, which was black or dark blue and which he instructed her in its utilization. She stated she believed this apparatus was designed to assist in obtaining telephonic communications more rapidly than normal and indicated she did not completely understand how this apparatus was going to be used. According to [redacted] she tried to use this apparatus on several occasions but found it was too complicated for her and once the electric batteries had stopped charging, she no longer utilized the apparatus and obtained her telephonic communications as she had done

LA 87-40513

prior to the arrival of this apparatus. She stated it was possible that she had taught [] whom she did not further identify, to use this apparatus but stated she had not instructed [] as to its use. [] stated she did not know who had purchased the apparatus or if and where other apparatus of this type was located in other rooms at the CORNFELD residence inasmuch as she had only seen the one which was kept in her room. She stated she did not know whether CORNFELD was aware of the presence of this apparatus in his domicile. No additional pertinent information was developed by [] interview of [].

b6
b7C
b7D

On July 10, 1975, Assistant United States Attorney ROBERT C. BONNER advised that CORNFELD's attorney, [] maintains that CORNFELD is in London, England. CORNFELD has indicated to [] that he will return to the United States and surrender himself during the latter part of August, 1975, however, to date there has been no indication that he will surrender other than his attorney's statement.

b6
b7C

The following are newspaper clippings concerning the search and indictment of CORNFELD:

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/clg

TRANSLATION FROM FRENCH

REPUBLIC AND CANTON OF GENEVA
DEPARTMENT OF JUSTICE AND POLICE
POLICE CORPS
SURETE
9

Geneva
June 19, 1975

Report from [] Assistant Chief Inspector,
to the Chief of the Surete Police.

Subject of the inquiry: File number []

[], Examining Magistrate
Letter rogatory from the U. S.
[] Bern) asking for
the identification and questioning
of [].

Pursuant to the instructions of []
Examining Magistrate, I complied with the request contained
in the letter rogatory from the U. S. [],
Bern) concerning the identification and questioning of
[] in the "blue boxes" case which is being
handled by the FBI in Los Angeles, U.S.A.

There is no such person as []; the
actual person is:

[]
The daughter of [] and [],
born on [], in [],
[] of Swiss and U. S. nationality,
married, without a profession, resides at:
[] no house
number, [], Geneva. U. S.
passport number [] issued in
Los Angeles on March 19, 1971, and valid
until March 18, 1976.

87-42023-102

Upon her return from the trip, I questioned [redacted] on June 12, 1975, cautioning her that she was not obligated to respond to the request of the U. S. authorities inasmuch as no legal agreement on criminal matters between our two countries had yet been put into effect. She immediately stated:

- that she had spent very little time at Bernard CORNFELD's home in Beverly Hills, because they were always traveling;
- that she had not been back there since November of 1973;
- that she had seen the "blue boxes" there, that she had questioned the secretaries and that she had been told that it was a computer for the telephone;
- that the secretaries' first names were [redacted];
- that she had never used or seen a "blue box" in use, particularly by Bernard Cornfeld;
- that she did not know from where these apparatuses had come;
- that telephone number 51.14.82 in Geneva was his private number at his residence.

Before making a written statement, [redacted] wanted to get the advice of her lawyer. On June 18, 1975, she expressed the desire to furnish her testimony in writing. I am hereby attaching the written statement she made on that date.

*

*

*

The "blue box" case (an electronic device well known in the U. S. and which allows intercontinental telephone conversations without having to pay anything) concerning Bernard CORNFELD, in Los Angeles, was known to our agency since it was first reported in "The Montreal Star" on January 29, 1975. On June 7, 1975, I questioned the [redacted] of Bernard CORNFELD known by the nickname of [redacted] in I.O.S. circles. She was [redacted] arrested at that time by the FBI and her biographical data is the following:

[redacted] divorced
from [redacted]

Daughter of [redacted] and [redacted]
born on [redacted] in [redacted] Federal
Republic of Germany, of German and Swiss
nationality, the wife of [redacted]

[redacted]
S.A. (Inc.), Geneva, resides at: [redacted]
no house number, [redacted], telephone
number [redacted].

For your information, I am also attaching the
statement signed on June 7, 1975, in which she declares
that the proceedings, in this case, against her were dis-
continued in the U. S. (dismissal). Moreover, according
to her, these illegal electronic apparatuses were never
used in Switzerland; on the other hand, they are believed
to be unusable in our country.

Prior to this case, [redacted] and [redacted]
never had anything personally to do with our police agency.

(Signed) [redacted]

Attachments: 1 Letter rogatory returned.
1 Statement by [redacted]
1 Statement by [redacted]
1 Copy of newspaper articles

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

TO : Director, FBI

DATE: 6/27/75

FROM : Legal Attache, Bern

(87-260) (RUC)

Attn: FBI Laboratory

SUBJECT: BERNARD CORNFELD;
[REDACTED] aka
ET AL
ITSP-FBW

Re LA airtel 3/11/75.

Request the enclosed French language material, which is described
below, be translated ☒ verbatim ☐ in summary and the translation distributed as indicated.

Description of Material: Report and two signed statements

Dated 6/7 & 19/75 and received here on 6/27/75
under - classification from: Geneva Cantonal Police

Disposition of Material:

- ☐ Return to this Office
☐ Retain at Bureau
☒ Other:

Disposition of translations:

2 copies to Los Angeles
1 copies to Legat, Bern
_____ copies to _____
_____ copies to _____

Communication for dissemination to be prepared by LOS office.
Angeles

Remarks:

Send original material to Los Angeles Office.

87-40513-123

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUL 28 1975	
FBI - LOS ANGELES	

UNITED STATES GOVERNMENT

Memorandum

TO : ADIC, Los Angeles

Bernard Cornfield
87-40513 1/75 + u/s*

DATE: July 24, 1975

FROM : ✓ Director, FBI

SUBJECT: BERNARD CORNFELD;

aka

ET AL
ITSP-FBW

62-7594 4/75, 87-2000848 S/HY*
+ u/s

87-38220-1(8/73)

Attached is a portion of the translation which
Bern requested by letter dated 6/27/75, copy herewith.

The contents thereof, where pertinent, must be
reported under appropriate captions and afforded whatever
investigative attention is necessary.

The foreign language material is retained until
completion of translation.

Enc. (3)

1 - Bern (87-260) - Enclosure

87-110513-104

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 JUL 28 1975	
LES	



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

~~CONFIDENTIAL~~

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE

DATE: 08-21-2007
CLASSIFIED BY AUC 60324/BAW/STP/cld
DECLASSIFY ON: 25X 3.3(1)
08-21-2032

7/24/75

AIRTEL

~~CONFIDENTIAL~~

TO : DIRECTOR, FBI (87-135272)

FROM : LEGAT, LONDON (87-429) (P) ~~(U)~~

SUBJECT: BERNARD CORNFELD - FUGITIVE
ITSP - FBW
(OO: Los Angeles)

ReLAlet 7/1/75.

The following is set forth for the information of
the Bureau and Los Angeles: ~~(U)~~

It is not believed possible by the U.S. Embassy
to seize subject's passport, but the State Department has
in the past issued instructions to notify U.S. citizens
that their passport is being invalidated because of out-
standing arrest warrants. The subject then has right of
appeal against this action. [REDACTED]

b1

(C)

3 - Bureau
① - Los Angeles (87-40513),
1 - Foreign Liaison Unit
1 - London ~~(1)~~
ACM:ejg
(5)

~~CONFIDENTIAL~~

CLASS. BY 1257, XGDS2, INDEFINITE
DATE 7/1/98

87-40513-125

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUL 24 1975	
FBI - LOS ANGELES	

[REDACTED]

~~CONFIDENTIAL~~

b6
b7c

UNITED STATES GOVERNMENT

Memorandum

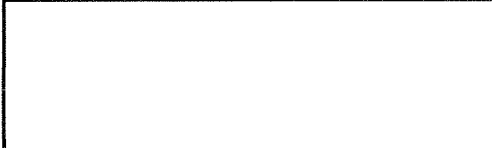
ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/clg

TO : SAC, Los Angeles (87-40513)

DATE: 8/1/75

FROM : Director, FBI (87-135272)

SUBJECT: BERNARD CORNFELD - FUGITIVE;



dba Grayhall, Inc.,
1100 Carolyn Way
Beverly Hills, California
ITSP - FBW
OO: LA

b6
b7C

ReLArep of SA [redacted] dated 7/22/75.

Newspaper clippings and verbatim copies of indictments are not to be included in details of investigative reports. Material of this type adds only limited information to a report and causes excessive expenses to be incurred in reproduction, mailing, handling, and file storage. Bureau has previously brought this matter to the attention of Field Offices in SAC letter 71-17 dated 4/27/71.

Page 47 of rerep carries notation "This page should not be disseminated outside the FBI." Los Angeles Division should insure that corrected and/or amended page should be submitted for this page.

Insure that all investigative and supervisory personnel are cognizant of the above.



87-40513-126

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
8 AUG 4 1975	
FBI - LOS ANGELES	

lt



FEDERAL BUREAU OF INVESTIGATION

Date of transcription 6/3/75

[] telephonically contacted the New York Office (NYO) of the FBI and advised that she had just received a message from her sister, [] that the interviewing agent wished to talk to her.

[] advised that she does not know what a blue box is and has never seen one.

She stated that BERNARD CORNFELD never talked about one and that she generally stayed away from the part of the house where CORNFELD and [] had their working area.

She stated further that many things went on in the house that she knew nothing about and added that she never observed anything unusual when she made infrequent trips to that area of the house where CORNFELD maintained his working area.

b6
b7c

[] advised that she had read about the incident concerning blue boxes in CORNFELD's house in the papers but again reiterated that she knew nothing about blue boxes or their use by either CORNFELD or []

[] advised that she last saw CORNFELD shortly after the incident had appeared in the papers, exact date unrecalled. Prior to that she had not seen CORNFELD for over a year.

87-40513-127

SEARCHED	INDEXED
SERIALIZED	FILED
AUG 6 1975	
FBI - LOS ANGELES	

[]

(Telephonically)
Interviewed on 6/3/75 at New York, New York File # NY 87-754890
by SA [] /rmb Date dictated 6/3/75

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 7/30/75

Pursuant to authority granted by Assistant District Attorney ROBERT WARREN of the Manhattan District Attorney's Office, the following items were received from the Property Clerk's Storage Warehouse of the New York City Police Department (NYCPD) at Pearson Place, Long Island City:

1. Three blue boxes.
2. Five ear pieces.
3. Nine blue box manuals with blue covers.
4. Seven blue box phone books with red covers.
5. Two mimeographed copies of a blue box manual and a blue box phone book.
6. One brown leather bag.

With the exception of two blue box manuals and two blue box phone books, all of the above items were immediately turned over to [redacted] Security Department, New York Telephone Company.

b6
b7c

87-40513-128

SEARCHED	INDEXED
SERIALIZED	FILED
AUG 6 1975	
FBI - LOS ANGELES	

[redacted] *lh*

Interviewed on 7/23/75 at Long Island City, New York # NY 87-75490

by SA [redacted] /rmb Date dictated 7/25/75

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

ETT:1mm

1

NY 87-75490

The following investigation was conducted at New York, New York, by Special Agent (SA) [redacted]:

On March 10, 1975, a resident of the building at [redacted] in New York City, advised that [redacted] had resided in that building in apartment [redacted] but had moved at least four and a half months ago. This individual has no knowledge as to whether or not a forwarding address had been left.

On March 21, 1975, a representative of the United States Post Office advised that a forwarding address had been provided by [redacted]. That address is Post Office Box [redacted] of the United States Post Office in New York City.

On April 21, 1975, a representative of the United States Post Office advised that Post Office Box [redacted] was held by [redacted] of [redacted], New York City, telephone number [redacted].

On May 9, 1975, an attempt to contact anyone at telephone number [redacted] met with negative results. The telephone company recording came on the line to indicate that that number had been disconnected.

On May 12, 1975, [redacted] of the [redacted] [redacted], advised that [redacted] had resided in apartment [redacted] of that building but had left at least a year and a half ago. [redacted] once worked for [redacted] and in connection with that job, traveled frequently.

On May 16, 1975, physical observation at the area of 323 East 65th Street, determined that the store at that address, The Company Store, had been deserted.

Residents in the neighborhood advised that the store had been closed for several months and that no one ever came there.

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 18 1975	
FBI - LOS ANGELES	

[redacted] *h*

87-40513-129

ETT:1mm

2

NY 87-75490

On May 16, 1975, a representative of the New York Telephone Company advised that they had no listing for a [] or a [] in any of the five boroughs of New York City.

On that same date, a representative of the New York State Department of Motor Vehicles advised that there was no record of a driver's license in the name [] [].

On May 23, 1975, a representative of the United States Post Office at the Lenox Hill Station at East 71st Street in New York City, advised they had no address in their records for the holder of Post Office Box [] one []. This representative advised that in order to update its records, they would attempt to obtain an address for [] the next time she arrived for mail.

On May 27, 1975, this representative advised that [] had picked up her mail and provided an address of [] in New York City.

On June 3, 1975, a resident of the building at [] in New York City, advised that the [] Family maintained apartment [] in that building for the past several years. [] travels frequently and is seldom there. Her sister, [], currently residing in that apartment.

On June 3, 1975, a message was left with [] [], the resident of apartment [] to have her sister contact SA [] of the New York Office (NYO) of the Federal Bureau of Investigation (FBI).

On June 3, 1975, [] telephonically contacted the NYO of the FBI and advised that her sister, [], is currently out of town, but that she would have her contact SA [] as soon as she could.

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

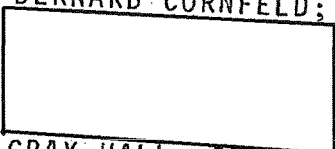
b6
b7C

TO : SAC, LOS ANGELES (87-40513)

FROM : SAC, NEW YORK (87-75490) (RUC)

SUBJECT: BERNARD CORNFELD;

DATE: AUG 4 1975

 aka;

GRAY HALL, INC.,
11000 CAROLYN WAY
BEVERLY HILLS, CALIFORNIA
ITSP-FBW
(OO:LA)

ReLAaitels to NY, 2/21/75, 5/19/75 and 5/22/75.

Enclosed for Los Angeles are two copies of an insert and nine copies each of two FD-302's reflecting results of investigative activity at New York. Also enclosed are two copies each of a blue box phone book and a blue box manual.

ADMINISTRATIVE

Los Angeles note that the initial contact with the office of Assistant District Attorney ROBERT WARREN in order to secure release of the enclosed blue box manuals and phone books took place on 5/26/75.

2 - Los Angeles (Encls. 24)
1 - New York

ETT:rmb
(3)



5010-110

Handwritten:
14cc destroyed
8-7-75
ced

87-40513-130

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 AUG 6 1975	
FBI - LOS ANGELES	

Handwritten: w/Encl

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 8/5/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL _____
(Priority)

TO: DIRECTOR, FBI (87-135272)
FROM: SAC, LOS ANGELES (87-40513)
RE: BERNARD CORNFELD - FUGITIVE
FBW
OO: Los Angeles

Re Bureau letter to Los Angeles, dated 8/1/75.

Page 47 of Los Angeles report dated 7/22/75,
has been deleted from Los Angeles and United States
Attorney, Los Angeles copies. It is requested page
47 be deleted from Bureau copy of this report.

2 - Bureau
① - Los Angeles

LLM/1
(3)

OFFICE COPY

- 1* -

SEARCHED _____

INDEXED _____

SERIALIZED _____

FILED _____

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 8/8/75

FROM : SUPV. [REDACTED]

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

On 8/7/75, [REDACTED] National Auto Theft Bureau, telephonically advised that Investigator [REDACTED] California Highway Patrol (CHP) in San Diego, telephone [REDACTED], had located two vehicles belonging to BERNARD CORNFELD.

On 8/7/75, Investigator [REDACTED] CHP, San Diego, was telephonically contacted and [REDACTED] advised that one vehicle is a 1972 Cadillac Limousine, California license 177 MIV, Vehicle Identification Number (VIN) 6F33R2Q127120, registered to B & B Executive Limousine Service, 1101 South Crenshaw, Los Angeles. This vehicle is to be shipped to CORNFELD at Number 1, Hockin Street, London, FW1, England. The second vehicle is described as 1968 Cadillac bearing British Columbia, Canada license [REDACTED], VIN [REDACTED]. The registered owner of this vehicle is [REDACTED], no address available. The vehicle is to be kept in storage at American Storage, National City, California, telephone 714-474-6645.

TES/dls
(2)



5010-110

87-40513-132

SEARCHED	INDEXED
SERIALIZED	FILED
AUG 08 1975	
LOS ANGELES	

[REDACTED]

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

TRANSLATION FROM FRENCH

REPUBLIC AND CANTON OF GENEVA
DEPARTMENT OF JUSTICE AND POLICE
POLICE CORPS
SURETE

Geneva
June 7, 1975

STATEMENT

My name is [] (Nickname: []) [] nee [] divorced from []. I was born on [] in [] Federal Republic of Germany, and am from [], Geneva. I am the wife of [] at Oxy Metal Industries International, S.A. (Inc.), and reside at: [] (no house number), [], telephone number [].

I am aware that I am being interviewed by your agency following the articles which appeared in the foreign press at the end of January, 1975, concerning my arrest which took place in Beverly Hills, California, on January 28, 1975, for the use of "blue boxes" (electronic devices which allow intercontinental telephone conversations without having to pay anything) in Bernard CORNFELD's home.

I arrived in Geneva, Switzerland, for the first time in 1957 to attend a university (languages). I studied there until 1959. If I am not mistaken, I began working for the I. O. S. in July of 1959. I worked steadily for the I. O. S., and have been [] since 1964. In 1970, following the troubles with the I. O. S., I transferred my office to the Villa Elma. I worked there as a [] until August of 1974. On August 10, 1974, I married a Swiss citizen in Versoix. As I no longer wished to travel, I looked for another job.

However, in mid-November of 1974, at the request of Mr. CORNFELD, I proceeded to Beverly Hills. The truth of the matter is that the I. R. S. (Internal Revenue Service) was examining Bernard CORNFELD's accounts for the period of time from 1962 to 1972. The reason why Mr. CORNFELD needed my services was because, since 1970, I had resumed []. I returned to Geneva before Christmas of 1974.

54-40543-103

At CORNFELD's request, I returned to Beverly Hills on January 17, 1975, if I am not mistaken. I was assigned a room which was available on the third floor of the villa. It was either the same room that I had occupied in November of 1974 or one next to it.

On January 28, 1975, while I was staying at the villa in Beverly Hills, the FBI came. About 20 Agents searched the entire house. They were looking for the famous "blue boxes." To my knowledge the FBI found one "blue box" in my room and another in the room of [redacted] (her former room as she left when I arrived on January 17, 1975).

As for me, it was [redacted] in the U. S., who left in July of 1974, who instructed me in the use of the "blue box." The FBI seized my memorandum book in which I had written down the directions for its use. By means of a tape produced in court by the FBI, it was shown that I was only able to make one connection, possibly two, with Europe. I did not succeed in operating this apparatus. I am further adding that it is a small box, independent from the telephone. You put it near the telephone receiver, push certain buttons, and thus you avoid the charges.

Bernard CORNFELD never gave the order to use this apparatus. It was [redacted] and then [redacted] or [redacted], another secretary at the villa, who told me that all inter-continental communications were carried out in this manner! I can tell you that the "blue box" found in [redacted] room was larger than mine with many buttons and that it was kept in a small Samsonite suitcase. I have never used that apparatus and have never seen one in use. Furthermore, I never saw Bernard CORNFELD use the "blue boxes." I never spoke to him about them before the scandal. Later on, he still maintained, to the FBI, that he did not know about the presence of these apparatuses.

As for [redacted], she was at the villa in Beverly Hills in 1972. She then came to Geneva with Bernard CORNFELD in 1973. She lived at the Villa Elma for a period of time. She was not working there, she was a friend of the family. I had very little contact with her. I never discussed the "blue boxes" with her. I never saw her use them. She was not at Beverly Hills during my last few stays there. I do not know where she is presently residing.

I do hereby affirm that I have never seen a "blue box" in Geneva on the I. O. S. premises or on those of

Bernard CORNFELD. According to what I was told at the Court House in Los Angeles, these apparatuses are not usable in Europe.

I further wish to point out that, according to a letter forwarded by the Federal Department of Justice, the accusations brought against me were dropped (dismissal). It was for this reason that my passport was given to me and I was able to return to Switzerland around April 21, 1975. Since my return, I have no longer had any contact with Bernard CORNFELD. He has not called me again. I read in the newspapers that he had been arrested in Los Angeles. Read, approved, and signed,

(signed) [REDACTED]

Statement made to [REDACTED], Assistant Chief Inspector

TRANSLATION FROM FRENCH

REPUBLIC AND CANTON OF GENEVA
DEPARTMENT OF JUSTICE AND POLICE
POLICE CORPS
SURETE

Geneva
June 19, 1975

STATEMENT

My name is [redacted] nee [redacted]. I am the daughter of [redacted] and was born on [redacted] in [redacted]. I am of U.S. and Swiss nationality, married, with no profession, and reside at [redacted], no house number, [redacted]. I have a U.S. passport number [redacted] issued in Los Angeles on March 19, 1971, and valid until March 18, 1976.

Pursuant to our conversation on June 12, 1975, and after obtaining some advice, I do hereby agree to furnish you with a written statement regarding my knowledge of the "blue boxes" in Bernard CORNFELD's home in Beverly Hills. This statement is for the benefit of the U.S. authorities.

I therefore freely state the following:

- I met Bernard CORNFELD in Los Angeles in February or March of 1972.
- I spent very little time at the villa in Beverly Hills because we were always traveling in the U.S. or abroad.
- I have not returned to Los Angeles and Beverly Hills since November of 1973.
- Since May of 1973, when Bernard CORNFELD was arrested in Geneva, I have been staying at the Villa Elma, Geneva. I left that villa on December 12, 1973.
- I saw a "blue box" in a room on the third floor in the villa in Beverly Hills. I was staying on the second floor. I questioned the secretaries and they told me it was a "computer" for the telephone.

87-110513-131

- The secretaries' first names were [REDACTED]
[REDACTED], and others.
- I never used a "blue box."
- I never saw these apparatuses in use, particularly by Bernard CORNFELD.
- I never told anyone else about these apparatuses.
- I do not know from where these apparatuses came.
- I never saw any of them in Geneva.
- I have never used the name of [REDACTED].
- The telephone number [REDACTED] has been my telephone number at my private residence in Geneva since July of 1974.

Read, approved, and signed,

(signed) [REDACTED]

Statement made to [REDACTED], Assistant Chief Inspector

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

TO : ADIC, Los Angeles

DATE: August 6, 1975

FROM : Director, FBI

SUBJECT: BERNARD CORNFELD;

[REDACTED], aka

ET AL

ITSP-FBW

BERNARD CORNFELD

87-2000-848 5/74

87-31570-44 1/71

-33 11/70

-35 1/70

87-31129-1 1/70

BERNARD CORNFELD

87-40513-1/75

Attached is the final portion of the translation which Bern requested by letter dated 6/27/75.

The contents thereof, where pertinent, must be reported under appropriate captions and afforded whatever investigative attention is necessary.

The foreign language material is forwarded herewith.

Enc. (8)

1 - Legat, Bern (87-260) - Enc. (2) (2 trans.)

87-40513-155

SEARCHED	INDEXED
SERIALIZED	FILED
10 AUG 11 1975	
FBI - LOS ANGELES	



UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

TO : SAC, NEW YORK (87-76490)

DATE: 8/8/75

FROM : SAC, LOS ANGELES (87-40513) (P)

SUBJECT: BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Re New York letter to Los Angeles, dated 8/4/75;
and Los Angeles telephone call to SA [REDACTED]
of New York on 7/22/75.

Enclosed for New York are six photographs
of the two blue boxes seized from BERNARD CORNFELD's
residence in Los Angeles.

The enclosed photographs are being furnished
to New York per the request of SA [REDACTED].

SEARCHED

INDEXED

SERIALIZED

FILED

2 - New York (Enc. 6)
2 - Los Angeles

LLM/smm

(4)

- 1* -

OFFICE COPY



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

DIRECTOR, FBI (87-135272)

8/4/75

[Signature]
LEGAT, BERN (87-260) (P)

BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: Los Angeles

Re Los Angeles letter and LHM dated 7/1/75.

The LHM has been disseminated to Swiss authorities.

Los Angeles should be aware that "seizure" of passport is not a simple, physical process. First, the U.S. Department of State must determine that it should be done. They issue instructions to the responsible U.S. Consular Officer. He writes the person a letter advising him of the determination and requesting return of the passport. Ultimately, if the passport is not surrendered, the Consular Officer writes the individual that his passport is no longer valid and informs the authorities of the country of residence of this. These authorities then react in accordance with their law and customs.

For information.

4 - Bureau
1 - Foreign Liaison
1 - Los Angeles (87-40513)
1 - Bern
LHR:IM
(5)

87-40513-137

SEARCHED	INDEXED
SERIALIZED	FILED
AUG 18 1975	

TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input checked="" type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

TO LEGAT:

<input type="checkbox"/> Oklahoma City	<input type="checkbox"/> Beirut
<input type="checkbox"/> Omaha	<input type="checkbox"/> Bern
<input type="checkbox"/> Philadelphia	<input type="checkbox"/> Bonn
<input type="checkbox"/> Phoenix	<input type="checkbox"/> Brasilia
<input type="checkbox"/> Pittsburgh	<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Portland	<input type="checkbox"/> Caracas
<input type="checkbox"/> Richmond	<input type="checkbox"/> Hong Kong
<input type="checkbox"/> Sacramento	<input type="checkbox"/> London
<input type="checkbox"/> St. Louis	<input type="checkbox"/> Madrid
<input type="checkbox"/> Salt Lake City	<input type="checkbox"/> Manila
<input type="checkbox"/> San Antonio	<input type="checkbox"/> Mexico City
<input type="checkbox"/> San Diego	<input type="checkbox"/> Ottawa
<input type="checkbox"/> San Francisco	<input type="checkbox"/> Paris
<input type="checkbox"/> San Juan	<input type="checkbox"/> Rome
<input type="checkbox"/> Savannah	<input type="checkbox"/> Singapore
<input type="checkbox"/> Seattle	<input type="checkbox"/> Tel Aviv
<input type="checkbox"/> Springfield	<input type="checkbox"/> Tokyo
<input type="checkbox"/> Tampa	
<input type="checkbox"/> Washington Field	
<input type="checkbox"/> Quantico	

RE:

Date 8/21/75

BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: LA

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

☒ For information ☐ Retention optional ☐ For appropriate action ☐ Surep, by _____

☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.

☐ Enclosed are corrected pages from report of SA _____ dated _____.

Remarks:

Enc. (1) *PL*
Bufile **87-135272**
Urfile **87-40513**

87-40513

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 AUG 25 1975	
FBI - LOS ANGELES	

~~SECRET~~

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE

DATE: 08-21-2007
CLASSIFIED BY AUC 60324/BAW/STP/cld
DECLASSIFY ON: 25X 3.3(1 and 6)
08-21-2032

DIRECTOR, FBI (87-135272)

8/11/75

BB LEGAT, BERN (87-260) (RUC)

BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: Los Angeles

ReLalet and LHM dated 7/1/75 and BERlet 8/4/75.

(S) On 8/11/75, [redacted]
[redacted] informed that Judge [redacted], examining
magistrate, Geneva, had told him that BERNARD CORNFELD
had been released on bail some time ago by the Geneva
authorities, and that his trial was scheduled for some
time next year, date as yet indefinite.

b1
b6
b7C

4 - Bureau
1 - Foreign Liaison
① Los Angeles (87-40513)
1 - Bern
HDG:IM
(5)

87-40513-138

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
AUG 25 1975	
FBI - LOS ANGELES	

[redacted] [redacted] *lh*

b6
b7C

~~SECRET~~

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

Charges of illegally possessing two slot machines in his Beverly Hills mansion were dismissed against financier Bernie Cornfeld. His attorney, Martin Klass, successfully argued before Municipal Judge Leonard Wolf that the case should be dropped because the slot machines did not require coins to be operated. The charges were filed against Cornfeld after Beverly Hills police searched his home Feb. 5.

(Indicate page, name of newspaper, city and state.)

I-2 LOS ANGELES TIMES
LOS ANGELES, CA

Date: 8-28-75
Edition: Thursday Final
Author:
Editor: William F. Thomas
Title: BERNARD CORNFELD

Character:

or

Classification: LA-87-40513*
Submitting Office: Los Angeles

☐ Being Investigated

87-40513-139

SEARCHED	INDEXED
SERIALIZED	FILED
18 AUG 28 1975	
LES	

Routing Slip
0-7 (Rev. 12-17-73)

(Copies to 0 s Checked)

TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input checked="" type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

TO LEGAT:

<input type="checkbox"/> Oklahoma City	<input type="checkbox"/> Beirut
<input type="checkbox"/> Omaha	<input type="checkbox"/> Bern
<input type="checkbox"/> Philadelphia	<input type="checkbox"/> Bonn
<input type="checkbox"/> Phoenix	<input type="checkbox"/> Brasilia
<input type="checkbox"/> Pittsburgh	<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Portland	<input type="checkbox"/> Caracas
<input type="checkbox"/> Richmond	<input type="checkbox"/> Hong Kong
<input type="checkbox"/> Sacramento	<input type="checkbox"/> London
<input type="checkbox"/> St. Louis	<input type="checkbox"/> Madrid
<input type="checkbox"/> Salt Lake City	<input type="checkbox"/> Manila
<input type="checkbox"/> San Antonio	<input type="checkbox"/> Mexico City
<input type="checkbox"/> San Diego	<input type="checkbox"/> Ottawa
<input type="checkbox"/> San Francisco	<input type="checkbox"/> Paris
<input type="checkbox"/> San Juan	<input type="checkbox"/> Rome
<input type="checkbox"/> Savannah	<input type="checkbox"/> Singapore
<input type="checkbox"/> Seattle	<input type="checkbox"/> Tel Aviv
<input type="checkbox"/> Springfield	<input type="checkbox"/> Tokyo
<input type="checkbox"/> Tampa	
<input type="checkbox"/> Washington Field	
<input type="checkbox"/> Quantico	

RE: **BERNARD CORNFELD - FUGITIVE**
ITSP - FBW
OO: LA

Date 8/27/75

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

Retention For appropriate
☐ For information ☐ optional ☒ action ☐ Surep, by _____
☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.
☐ Enclosed are corrected pages from report of SA _____ dated _____

Remarks:

Enc. (4)
Bufile **87-135272**
Urfile **87-40513**

87-40513

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 AUG 29 1975	
FBI - LOS ANGELES	

b6
b7C

FEDERAL BUREAU OF INVESTIGATION

Washington, D. C. 20537

b6
b7c

REPORT

of the

IDENTIFICATION DIVISION

LATENT FINGERPRINT SECTION

YOUR FILE NO. 87-40513
FBI FILE NO. 87-135272
LATENT CASE NO. B-7064

August 28, 1975

TO: SAC, Los Angeles

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

RE: BERNARD CORNFELD, AKA - FUGITIVE;
ET AL.;
ITSP; FBW

REFERENCE: Airtel 7-18-75
EXAMINATION REQUESTED BY: Los Angeles
SPECIMENS: Resubmission of seven cards bearing eight lifts

Inasmuch as photographs of all latent prints of value are maintained in LFPS, it is not necessary to resubmit original evidence.

Latent fingerprints previously reported and remaining unidentified this case not identical fingerprints of [REDACTED], FBI # [REDACTED].

Specimens enclosed.

Enc. *(signature)*

87-40513-142

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
1975	
FBI - LOS ANGELES	

(signature)

Clarence M. Kelley, Director

THIS REPORT IS FURNISHED FOR OFFICIAL USE ONLY

Director, FBI (163-14206) (87-135272)

August 28, 1975

Legat, Paris (163-1013) (P) ~~(U)~~

~~CONFIDENTIAL~~

BERNARD CORNFELD - FUGITIVE
ITSP - FBW
OO: Los Angeles

Re: Legat, London airtel, August 15, 1975, enclosing Los Angeles
letter and letterhead memorandum, July 1, 1975, and London
airtel, July 24, 1975. ~~(U)~~

Personnel of the Passport Section, American Embassy, Paris,
advised that until a formal request from the U. S. Department
of Justice with references to an outstanding warrant for subject
is received, no action can be taken to revoke CORNFELD's passport.

In view of above, lead set forth in referenced Los Angeles
communication is being held in abeyance until notice of such
proceeding reaches Paris. ~~(U)~~

9 - Bureau
(1 - Foreign Liaison Unit)
(2 - Los Angeles)(87-40513)
1 - Paris ~~(U)~~
FJW:CAK
(6)

~~CONFIDENTIAL~~

~~CLASS. BY 1259 KCD32 INDEFINITE
EXEMPTION CH. 1, 2/6/78~~

87-40513-143

SEARCHED	INDEXED
SERIALIZED	FILED
SEP 18 1975	
GELES	

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

TO : ADIC, LOS ANGELES (87-40513)

FROM : SAC, SAN FRANCISCO (87-35982) (RUC)

SUBJECT: BERNARD CORNFELD
ET AL -
FUGITIVE
ITSP; FBW
OO: LOS ANGELES

DATE: 9/18/75

Reference San Francisco airtel to Los Angeles, dated 7/9/75; Los Angeles airtel to San Francisco, dated 7/18/75; and San Francisco telephone call to Los Angeles, dated 9/12/75.

ADMINISTRATIVE

On 7/15/75, Special Agent [redacted] Pacific Telephone and Telegraph Company, San Francisco, California, telephonically advised that [redacted] was listed to a [redacted] California. [redacted] stated that the phone was established in 11/74. The credit information given was [redacted] No further information was available.

The following investigation was conducted by
SA [redacted]:

AT [redacted]

On 8/28/75, an attempt was made to contact [redacted] at [redacted] No one was at home at this time, and [redacted] car was not observed in the area.

On 9/11/75, a call was placed to [redacted] attorney, [redacted], in an effort to determine [redacted] current whereabouts and attempt to obtain a set of fingerprints

- ② - Los Angeles
1 - San Francisco
RKG/dmp
(3)



5010-110

87-40513-144

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
SEP 24 1975	
FBI - LOS ANGELES	

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

SF 87-35982
RKG/dmp

for him. [] secretary advised that he was not in the office but she would leave a message for him to call the FBI when he came in.

On 9/12/75, [], Attorney at Law, telephonically contacted the San Rafael Office of the FBI. [] was told that the FBI desired to contact [], his client, in an effort to obtain a set of his fingerprints. [] corrected the Agent and stated that his name was []. He stated that to the best of his knowledge, [] fingerprints were on file with the FBI because he had a security clearance and had been fingerprinted in the past. [] stated he saw no reason why a set of fingerprints could not be obtained if his set in Washington could not be located.

[] stated he would call [] and asked if the Agent had his number handy. He was told that [] number was []. [] immediately corrected the Agent and said, "No, that number is inoperative. It is [] - I will get in touch with him and get back to you."

On 9/12/75, [] recontacted the FBI and advised that [] fingerprints are on file since he was fingerprinted and carries a security clearance with the Department of Defense. He stated that he also has been fingerprinted in the City of Chicago, Illinois. [] stated that he and [] are leaving for Los Angeles the evening of 9/12/75, and will be down there for a week on business. He stated that he is a [] and [] for Veraprint (phonetic) Corporation, Los Angeles. He stated that [] is a [] for Veraprint and is quite well known in the [] field. He stated that if a set of [] fingerprints could not be found in Washington, that [] could be located through [] at Veraprint Corporation, telephone number []. [] stated that they will be in Los Angeles from 9/12/75, through and including 9/19/75.

In view of the fact that no further investigation remains, this case is being considered RUC.

1. This form may be submitted in legible hand printing.
2. Use separate form for each individual on whom record is requested.
3. Make effort to furnish FBI identification number, law enforcement identification number, or military service number.
4. Furnish descriptive data and fingerprint classification only when FBI number not available.

- Date 10/6/75

Re Bernard Cornfeld & Fug:
FRW

Field File No. 87-40513

Name _____

FBI No.

Other No. _____

Aliases

Sex

Race

Birth Date	
------------	--

Birthplace	
------------	--

Residence

Height

Weight

Build

	Hair
--	------

Eyes

Complexion

Age

Fingerprint Classification

Scars, marks and tattoos

Also Furnish:

☒ Photo

☐ Fingerprints

☐ Handwriting Specimens

Identification Division's Reply 10-16-75

Return Reply to:

☐ On basis of information furnished,
unable to identify:

☐ Criminal Files

☐ Civil
Files

☐ All Files

☒ Record Attached

☐ Photo Attached

☒ Photo Not Available

☐ Fingerprints Attached

☐ Handwriting Specimen Attached

Send Copies To:

87-40513-46

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE LOS ANGELES	OFFICE OF ORIGIN LOS ANGELES	DATE 11/3/75	INVESTIGATIVE PERIOD 8/28/75 - 11/3/75
TITLE OF CASE BERNARD CORNFELD - FUGITIVE		REPORT MADE BY [REDACTED]	TYPED BY Smm
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-21-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE ITSP - FBW	

b6
b7c

REFERENCE: Los Angeles report of SA [REDACTED] dated 7/22/75.
 Legat, London airtel to the Bureau, dated 7/24/75.
 New York letter to Los Angeles, dated 8/4/75.
 Bureau letter to Los Angeles, dated 8/6/75.
 Legat, Bern letter to the Bureau, dated 8/11/75.
 Legat, London airtel to the Bureau, dated 8/15/75.
 Legat, Paris letter to the Bureau, dated 8/28/75.
 San Francisco letter to Los Angeles, dated 9/18/75.

ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES		PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
APPROVED <i>[Signature]</i>				SPECIAL AGENT IN CHARGE		
COPIES MADE:				DO NOT WRITE IN SPACES BELOW		
2 - Bureau (87-135272) 1 - USA, Los Angeles (ATTN: AUSA DARRELL W. MACINTYRE) ② - San Francisco (87-35982) ② - Los Angeles (87-40513) <i>[Signature]</i>				<i>[Signature]</i> 87-40513-149		
Dissemination Record of Attached Report				Notations		
Agency				SEARCHED		
Request Recd.				INDEXED		
Date Fwd.				SERIALIZED <i>[Signature]</i>		
How Fwd.				FILED <i>[Signature]</i>		
By						

LA 87-40513

ADMINISTRATIVE

On 7/15/75, Special Agent [REDACTED], Pacific Telephone and Telegraph Company, San Francisco, California, telephonically advised that [REDACTED] was listed to a [REDACTED] [REDACTED], San Rafael, California. [REDACTED] stated that the phone was established in 11/74. The credit information given was [REDACTED] [REDACTED]. No further information was available.

On 8/12/75, a confidential source abroad advised that [REDACTED] had not been seen at the West Halkin Street address in London, England, for four or five weeks. He had been traveling between London and Paris and it is believed that he is currently residing in Paris, France.

LEADS

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: (1) Recontact [REDACTED] and obtain fingerprints of him in view of the fact that neither he nor his attorney has contacted the Los Angeles Office.

(2) Determine from him if he knows [REDACTED] and if so attempt to obtain [REDACTED] identity and current whereabouts.

LOS ANGELES

AT LOS ANGELES, CALIFORNIA: (1) Will display photograph of [REDACTED] to [REDACTED] to determine if she recognizes [REDACTED] as being an individual that installed the "Seaburg System" in CORNFELD's residence.

(2) Will follow with United States Attorney's Office in Los Angeles and report if and when CORNFELD returns to the United States.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATIONALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 02-19-2008 BY 60324 UC BAW/STP/CLS

Copy to: 1 - USA, Los Angeles (ATTN: AUSA [REDACTED])

Report of: [REDACTED] Office: Los Angeles, California
Date: 11/3/75

Field Office File #: 87-40513 Bureau File #: 87-135272

Title: BERNARD CORNFELD

Character: INTERSTATE TRANSPORTATION OF STOLEN PROPERTY -
FRAUD BY WIRE

Synopsis:

[REDACTED]

interviewed and advised she has never seen a blue box and does not know what one is. [REDACTED] was interviewed by AUSA ROBERT C. BONNER and she advised that she had lived at CORNFELD's residence in 1971 and during this period she had heard a person called [REDACTED] and another individual talking to CORNFELD about his acquiring a blue box. She referred to the individual with [REDACTED] as being an electronic freak from San Francisco and as having installed the Seaberg System in CORNFELD's residence. Fingerprints of a [REDACTED], FBI Number [REDACTED] were compared with latent prints developed in case and it was determined they were not identical. [REDACTED] was interviewed in Switzerland and she admitted to seeing a blue box in a room in CORNFELD's villa in Beverly Hills. She denied ever using the blue box and denied ever seeing CORNFELD use the blue box. AUSA [REDACTED] advised on 11/3/75 that he is negotiating with CORNFELD's attorney, [REDACTED] for CORNFELD to return to the United States and surrender himself.

- P -

DETAILS:

ADIC, LOS ANGELES (87-40513)

1/9/76

SAC, SAN FRANCISCO (87-35982)(P)

BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: Los Angeles

Re Los Angeles report of SA [REDACTED] 11/3/75.

On 11/24/75, an attempt was made to contact [REDACTED]
[REDACTED] at [REDACTED] Cali-
fornia. At this time a recording on the telephone number
advised that the number had been disconnected and no new
number has been issued. On 11/24/75, the information operator
at Pacific Telephone Company, San Rafael, checked her books
under both [REDACTED] and [REDACTED] and advised
that no number is listed in Marin County under either name.

On 12/1/75, [REDACTED]
U.S. Postal Service, San Rafael, California, checked her
records under both [REDACTED] and [REDACTED] name at [REDACTED]
[REDACTED] and advised that there is no forwarding address under
either name from that address.

On 12/11/75, a call was placed to the Law Offices
of [REDACTED] in San Francisco, and a message
was left with a telephone answering service asking that Mr.
[REDACTED] telephonically contact the San Rafael Office of
the FBI so that an interview may be set up with his client,
[REDACTED].

On 12/24/75, [REDACTED] advised the
San Rafael Office of the FBI that his client would telephon-
ically contact the Agent handling the case after the first
of the year and set up a date so that his fingerprints may
be taken and he may be interviewed concerning a [REDACTED]
[REDACTED]. [REDACTED] made it clear that he would not be with his
client, and he did not expect that any other questions would
be asked of his client at the time of fingerprinting. Mr.
[REDACTED] stated that his client would probably call on Monday,
1/5/76.

② - Los Angeles
2 - San Francisco
RKG:sac
(4)

87-40513-149

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JAN 12 1976	
FBI - LOS ANGELES	

[Handwritten signature]

SF 87-35982
RKG:sac

LEADS

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA. Will await for [redacted]
[redacted] telephone call on 1/5/76 and will arrange to have
his fingerprints taken and interview him concerning [redacted]
[redacted].

2. Will attempt, through Pacific Telephone and
Telegraph Company records and/or interview of [redacted], to
determine his current residence and telephone number.

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

TO : DIRECTOR, FBI (87-135272) (P)

DATE: 12/9/75

FROM : *[Signature]* ADIC, LOS ANGELES (87-40513)

SUBJECT: BERNARD CORNFELD, aka -
FUGITIVE;
ET AL
FRAUD BY WIRE
OO: Los Angeles

b6
b7C

Re Los Angeles Report of SA
dated 11/3/75.

CORNFELD was indicted on 6/4/75 and a bench warrant was issued on the same date. He is currently a fugitive residing in Europe. Negotiations are underway between his Attorney in Los Angeles and the U.S. Attorney in Los Angeles to have CORNFELD sentenced in the near future.

In view of this, it is not recommended that an identification order be requested or issued for him.

- 2 - Bureau (87-135272)
- 2 - Los Angeles (87-40513)

LLM/meh

(4) *[Signature]*



5010-110

OFFICE COPY

- 1* -

87-40513-150

SEARCHED *[initials]*

INDEXED *[initials]*

SERIALIZED *[initials]*

FILED *[initials]*

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 1/16/76

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIR MAIL
(Priority)

TO: DIRECTOR, FBI (87-135272) ATTN: IDENTIFICATION DIVISION
LATENT FINGERPRINT SECTION

FROM: ADIC, LOS ANGELES (87-40513)(P)

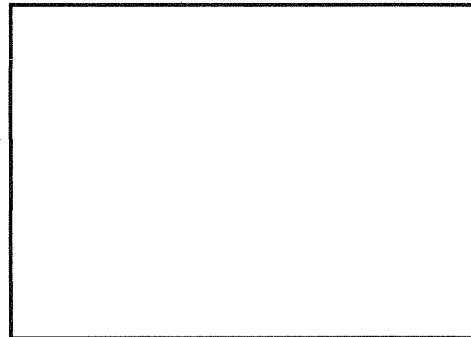
RE: BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: Los Angeles

For the information of the Bureau, CORNFELD's attorney has advised AUSA, Los Angeles, that CORNFELD is returning to the country and will surrender himself within the next month.

A confidential source in Los Angeles advised that [redacted] stated that he had furnished or sold CORNFELD the blue box.

[redacted] described as follows:

Name
Alias
Race
Sex
Date of Birth
Place of Birth
Hair
Eyes
Los Angeles Police
Department (LAPD) No.



3 - Bureau
2 - San Francisco (87-35982)
2 - Los Angeles

LLM/srd
[Signature]

87-40513-151

SEARCHED

OFFICE COPY
[Signature]

b6
b7C
b7D

Approved: _____ Sent _____ M Per _____

Special Agent in Charge

LA 87-40513

Los Angeles has a pending 179 case against [redacted] and by letters dated 12/31/75 and 1/14/76, requested the Laboratory compare [redacted] fingerprints with latents in that case. That case is entitled, [redacted] FUGITIVE, ECT; RICO; ITSP," Bufile 179-1192, Los Angeles file 179-670.

The FBI Identification Division is requested to compare any unidentified latent fingerprints in CORNFELD's case with the fingerprints of [redacted]

It is requested this examination be expedited in view of the fact that the AUSA feels that CORNFELD may return any day and insist or state that he wants to go to trial.

LEAD

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA. It is requested efforts to obtain [redacted] fingerprints be expedited in view of the above. It is also requested that when obtained, they be forwarded directly to the Identification Division to be compared with latents developed in this case.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/20/76

1 [redacted] San Rafael, California, met with this Agent at the Marin County Sheriff's Office, San Rafael, for the purpose of obtaining a set of elimination prints. He also was interviewed, with his attorney present, concerning his knowledge of an individual by the name of [redacted].

[redacted] and his Attorney, [redacted], appeared at the Marin County Sheriff's Office at 2:00 p.m. [redacted] was immediately taken to the fingerprint room, where a set of inked fingerprints were rolled. [redacted] and his attorney were advised the fingerprints were to be used for comparison and elimination purposes in a case concerning BERNARD CORNFELD, presently a Fugitive from Los Angeles, California. They were advised that during the investigation of CORNFELD, several "blue boxes", devices used to place toll free long distance telephone calls illegally, were obtained and [redacted] name came up during this investigation. [redacted] advised that they realized this and that is the reason the fingerprints were being given.

[redacted] and [redacted] were also told that the name [redacted] came up during the investigation and the FBI was attempting to determine if [redacted] knew this individual. [redacted] advised he had never heard of a [redacted] and did not know him.

During the fingerprinting and interview of [redacted], he admitted to having installed the "Seaburg System" in CORNFELD's residence. [redacted] advised that the system cost approximately \$18,000 and was very elaborate. He also advised it was well liked by CORNFELD and he even received compliments on it from [redacted].

[redacted] stated during the interview that [redacted] had been to parties in CORNFELD's house.

Interviewed on 1/19/76 at San Rafael, California File # SE 87-35982

by SA [redacted] /dmp Date dictated 1/20/76

12
SF 87-35982
RKG/dmp

While being fingerprinted and during the interview,
[redacted] advised he is currently working as [redacted]

[redacted]

[redacted]

[redacted]

[redacted]

The following description was obtained from [redacted]
by means of interview after his fingerprinting:

Name:
Date of Birth:
Place of Birth:
Race:
Sex:
Nationality:
Height:
Weight:
Eyes:
Hair:
Social Security
Account Number:
Address:

Occupation:

Telephone Number:

[redacted]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

DIRECTOR, FBI (87-135272)
(ATTN: LATENT FINGERPRINT SECTION,
IDENTIFICATION DIVISION,
CASE NUMBER B-7064)
SAC, SAN FRANCISCO (87-35982) (P)

1/20/76

BERNARD CORNFELD -
FUGITIVE
ITSP - FBW
OO: LOS ANGELES

Reference Los Angeles report of SA [redacted]
dated 11/3/75; San Francisco letter to Los Angeles, dated
1/9/76; and Los Angeles telephone call to San Francisco, dated
1/20/76.

Enclosed for the Latent Fingerprint Section find
a copy of rolled inked fingerprints of [redacted]
taken on 1/19/76, for comparison and elimination purposes.
Enclosed for Los Angeles are two copies of an FD-302 interview
with [redacted] on 1/19/76.

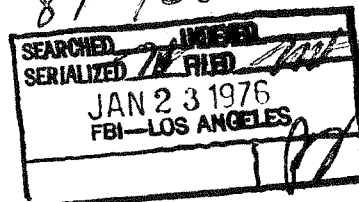
The Latent Fingerprint Section is requested to
compare the enclosed prints against the latent prints of
unknown origin found on the inside of a blue box in BERNARD
CORNFELD's house.

It should be noted the fingerprints of [redacted]
FBI Number [redacted], have already been compared with the unknown
latents, but it is not known if [redacted] FBI Number
[redacted] and [redacted] whose prints are enclosed, are
one and the same individual.

The results of the comparison should be sent to the
Los Angeles Office.

On 1/2/76, Attorney [redacted] advised that
[redacted] would be available for interview and the taking
of fingerprints on 1/5/76. An appointment was set up for
2:00 p.m. at the Marin County Sheriff's Office, San Rafael,
California, on this date.

2 - Bureau (Enc. 1)
② - Los Angeles (87-40513) (Enc. 2) *John*
2 - San Francisco
RKG/dmp
(6)



SF 87-35982
RKG/dmp

On 1/5/76, [] secretary telephonically advised the San Rafael Office of the FBI that [] would not be able to make it on Monday at 2:00 p.m. and an appointment was set up for 1/12/76 to have the fingerprints taken. She advised both [] and [] would be in Los Angeles, California, at Veraprint Corporation, telephone number []. She requested that a call be placed to [] office on 1/12/76 to verify and confirm the appointment.

On 1/12/76, a call was made to Attorney [] office and the appointment for 2:00 p.m. was cancelled, due to the fact that the Agent involved in the case was unable to be present at that time. It was requested that another date be set up at [] convenience and that he return the call to the San Rafael, California, Office of the FBI.

On 1/14/76, [] telephonically contacted the San Rafael Office of the FBI and requested that an appointment with [] and [] be set up for 1/19/76 at 2:00 p.m. at the Marin County Sheriff's Office, San Rafael. This time and date was agreed upon.

REQUEST OF THE BUREAU

It is requested the Identification Division, Latent Fingerprint Section, perform comparisons of the enclosed prints as requested above.

LEADS

SAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: 1) Will recontact Attorney [] in an effort to determine if [] date of birth is [] or [].

2) Will attempt to determine if the [] arrested in Philadelphia, Houston and Chicago is the same as his client.

Routing Slip
0-7 (Rev. 7-11-75)

(Copies to ces Checked)

TO: ~~SAC:~~

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input checked="" type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

TO LEGAT:

<input type="checkbox"/> Oklahoma City	<input type="checkbox"/> Bern
<input type="checkbox"/> Omaha	<input type="checkbox"/> Bonn
<input type="checkbox"/> Philadelphia	<input type="checkbox"/> Brasilia
<input type="checkbox"/> Phoenix	<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Pittsburgh	<input type="checkbox"/> Caracas
<input type="checkbox"/> Portland	<input type="checkbox"/> Hong Kong
<input type="checkbox"/> Richmond	<input type="checkbox"/> London
<input type="checkbox"/> Sacramento	<input type="checkbox"/> Madrid
<input type="checkbox"/> St. Louis	<input type="checkbox"/> Manila
<input type="checkbox"/> Salt Lake City	<input type="checkbox"/> Mexico City
<input type="checkbox"/> San Antonio	<input type="checkbox"/> Ottawa
<input type="checkbox"/> San Diego	<input type="checkbox"/> Paris
<input type="checkbox"/> San Francisco	<input type="checkbox"/> Rome
<input type="checkbox"/> San Juan	<input type="checkbox"/> Tel Aviv
<input type="checkbox"/> Savannah	<input type="checkbox"/> Tokyo
<input type="checkbox"/> Seattle	
<input type="checkbox"/> Springfield	
<input type="checkbox"/> Tampa	
<input type="checkbox"/> Washington Field	
<input type="checkbox"/> Quantico	

RE:

**BERNARD CORNFELD,
FUGITIVE**

ITSP; FBW

OO: LOS ANGELES

Date 1/23/76

☒ For information ☐ Retention optional ☐ For appropriate action ☐ Surep, by _____

☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.

☐ Enclosed are corrected pages from report of SA _____ dated _____

Remarks:

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

Enc. (1)

Bufile **163-14206/87-135272**

Urfile **87-40513**

87-40513

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 JAN 26 1976	
FBI - LOS ANGELES	

DIRECTOR, FBI (163-14206)
(87-135272)

12/23/75

LEGAT, PARIS (163-1013)(RUC)

BERNARD CORNFELD - FUGITIVE
ITSP; FBW

00: Los Angeles

Re Paris letter, 8/28/75.

Contact with the French authorities has failed
to indicate that the subject is traveling to and from France.

In view of the fact that Los Angeles has not
resubmitted their request set forth in Los Angeles letter
to Bureau, 7/1/75, this case is being RUC'd by Paris.

④ - Bureau
(1 - Foreign Liaison Unit)
① - Los Angeles)(87-40513)
1 - Paris
FJW:jls
(5)

87-40513-154

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
DEC 26 1976	
FBI - LOS ANGELES	

[Redacted Box]

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES [REDACTED]

DATE: 1/27/76

b2
b7D

FROM : SA [REDACTED]

b6
b7C

SUBJECT: [REDACTED]

b2
b7D

Source is contacted daily either by phone or in person. The following information of pertinence has developed on dates indicated:

On 10/14/75, source advised that [REDACTED]
[REDACTED] who manufactured blue boxes for BERNARD
CORNFELD is [REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]
[REDACTED] probably still resides in the
Los Angeles area but has not seen him in months.

On 11/8/75, source advised that he is attempting
to contact [REDACTED]
[REDACTED]

b6
b7C
b7D

On 12/23/75, source advised that [REDACTED]
contacted him [REDACTED]
[REDACTED]
[REDACTED] advised that [REDACTED] called
him, talked extensively about [REDACTED] and indicated
[REDACTED] would be coming to Los Angeles in the
immediate future.

On 1/20/76, source advised that he met [REDACTED]
[REDACTED] and talked
for approximately thirty minutes with ROSELLI and [REDACTED].
He found that [REDACTED] is staying at the [REDACTED]
[REDACTED] will be in town for [REDACTED].
His purpose for being here is [REDACTED]
p [REDACTED]

- 1 - 92-113
- 1 - 92-NEW
- 1 - 87-40513

JFN/sk

(4)



b6
b7C

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 2/2/76

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIR MAIL
(Priority)

TO: SAC, NEW YORK (87-754890)
FROM: ADIC, LOS ANGELES (87-40513)
RE: BERNARD CORNFELD -
FUGITIVE
FBW
OO: Los Angeles

Re New York letter to Los Angeles dated 8/4/75.

On 1/28/76, Assistant United States Attorney (AUSA) DARRELL W. MAC INTYRE advised that CORNFELD's attorney has indicated that he, CORNFELD, is returning to Los Angeles in the near future to dispense with this case. AUSA MAC INTYRE has been reassigned this case from the original assistant and states that he may want to subpoena [redacted] even though she has not admitted to having any knowledge of the blue boxes.

b6
b7c

AUSA MAC INTYRE has requested that her current telephone number and address be verified in order that he may telephonically contact her and issue a subpoena for her when trial date has been set.

LEAD:NEW YORK

AT NEW YORK CITY, NEW YORK: Will verify [redacted] current address and telephone number. AUSA requested this be done as soon as possible because he does not know when CORNFELD will return and feels that there will be a quick trial setting once he does.

2- New York
2- Los Angeles

LHM/enn
[Signature]

SEARCHED

INDEXED

SERIALIZED

OFFICE COPY [Signature]



87-40513-156

Approved: _____

Sent _____ M Per _____

Special Agent in Charge

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

LA 353

, 4 024 LA PLAIN

7:31PM NITEL FEBRUARY 18, 1976 AV

O: DIRECTOR

FROM: LOS ANGELES (87-40513) (P)

BERNARD CORNFELD - FUGITIVE; FBW, OO: LOS ANGELES.

ON FEBRUARY 18, 1976, CORNFELD SURRENDERED TO FBI,
LOS ANGELES. SUBJECT ACCOMPANIED BY HIS ATTORNEY, [REDACTED]
[REDACTED] SOURCE APPEARED BEFORE US MAGISTRATE VENETTA S.
TASSCPULOS AND WAS RELEASED ON \$10,000 CS BOND. SUBJECT
PRINTED AND PHOTOGRAPHED BY US MARSHAL, LOS ANGELES PRIOR
TO RELEASE.

ARRAIGNMENT AND PLEA HAS BEEN SET FOR MARCH 15, 1976.

NCIC CLEARED.

REORT FOLLOWS.

END

SEARCHED —
INDEXED —
SERIALIZED —
FILED —

87-40513-152

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

QW. CAFBILAOO. NAM/CORNFELD, BERNARD. DOB/081727
CAFBILAOO
EW CAFBILAOO NAM/CORNFELD, BERNARD SEX/M RAC/W POB/TY DOB/081727
HGT/508 WGT/160 EYE/BLU HAI/BLN FBI/ 826772N9
FPC/2415040202 PIPMI4P012 MNU/PP-Z2102386
OLN/ OLS/XX OLY/00 OFF/2608 DOW/060475 OCA/87-40513
MIS/\$50,000 CS BOND
NIC/W126677242

CAFBILAOO
ORI IS FBI LOS ANGELES CA
NIC/W126677242

CW. CAFBILAOO. NAM/CORNFELD BERNARD. NIC/W126677242.021876\$.3.
RESEND DATA ERROR

CW. CAFBILAOO. NAM/CORNFELD, BERNARD. NIC/W126677242.021876
CAFBILAOO
CLEAR NAM/CORNFELD, BERNARD NIC/W126677242

CW
2-18-76
PCN

87-40513-158

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
FBI - LOS ANGELES	

RP

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/clid

P812
b6
b7c

(Mount Clipping in Space Below)

Cornfeld Returns to U.S. to Face Fraud Indictment

Fugitive financier Bernard Cornfeld voluntarily returned to the United States Wednesday and surrendered to federal authorities on a three-count indictment charging him with defrauding the Pacific Telephone Co. He was released after posting a \$10,000 bond.

Believed to have been living in London and Mexico for the last eight months, Cornfeld declined to comment on specifics of the charges against him but said he was "confident" he would be found innocent.

Cornfeld was indicted last June on charges of using two illegal "blue box" devices over a 16-month period in 1974 and 1975 to make 344 overseas phone calls from his Beverly Hills mansion. Blue boxes are devices that intercept the phone company's long distance overseas networks to avoid any charges.

Cornfeld was told by U.S. Magistrate Vanetta S. Tassopoulos he would not have to forfeit his passport, nor would he be restricted in his travels.

The former head of the now defunct Investors Overseas Services was ordered to return to federal court March 15 for arraignment and entry of his plea.

The flamboyant millionaire was squeezed out as the controlling power of IOS in 1970 by Robert Vesco, who now is a fugitive in Costa Rica charged with "looting" \$224 million from the mutual fund before fleeing the United States.

(Indicate page, name of newspaper, city and state.)

II-6 LOS ANGELES TIMES
LOS ANGELES, CA

Date: 2/19/76
Edition: Thursday Final
Author:
Editor: William F. Thomas
Title: BERNARD CORNFELD

Character:
or ITSP
Classification: LA-87-46513-151
Submitting Office:
☐ Being Investigated Los Angeles

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 22 1976	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

Name		
CORNFELD, (Last)	BERNARD (First)	NMN (Middle)
Address		
1100 Carolyn Way, Beverly Hills, California (Number and Street) (City) (State)		
Date of Birth (include month, day, year) 8/17/27	Nationality American	Identifying Number
Requesting Office Los Angeles	Type of request <input type="checkbox"/> F1 <input type="checkbox"/> F2 <input type="checkbox"/> F3	<input checked="" type="checkbox"/> Passport American Z2102386 <input type="checkbox"/> Alien Registration <input type="checkbox"/> Other
Date of request (incl. month, day, year) 6/9/75	Cancellation date (incl. month, year) 2/18/76	
Miscellaneous:		
<p>1 - IS 1 - LA (87-40513) LLM/bab (2)</p> <p>FD-315 (Rev. 9-10-68)</p> <p>Mail To. →</p> <p>FEDERAL BUREAU OF INVESTIGATION INS Lookout Notice Records Administration and Information Branch, Immigration and Naturalization Service, 119 D Street N. E., Washington, D. C. 20536</p> <p><input type="checkbox"/> Place <input checked="" type="checkbox"/> Remove</p>		

87-40513-160

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 20 1976	
FBI - LOS ANGELES	

STOP CANCELLED 2-18-76 per 160
card destroyed

FEDERAL BUREAU OF INVESTIGATION

Washington, D. C. 20537

b6
b7c**REPORT**

of the

IDENTIFICATION DIVISION**LATENT FINGERPRINT SECTION**

YOUR FILE NO. **87-35982**
FBI FILE NO. **87-135272**
LATENT CASE NO. **B-7064**

February 17, 1976TO: **SAC, San Francisco**

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

RE: **BERNARD CORNFELD - FUGITIVE;**
ITSP - FBW

REFERENCE: **Letter 1/20/76**
EXAMINATION REQUESTED BY: **San Francisco**
SPECIMENS:

Fingerprints of [redacted] FBI # [redacted]

Submitted inked fingerprints of [redacted] identical
fingerprints of [redacted] FBI # [redacted]

Latent fingerprints previously reported and remaining
unidentified this case not identical fingerprints of [redacted]

Fingerprints of [redacted] enclosed.

Enc.**2 - Los Angeles (87-40513)****87-40513 - 161**

[Handwritten signature]
FEB 22 1976
FBI - LOS ANGELES

[Handwritten signature: Clarence M. Kelley]
Clarence M. Kelley, Director

FEDERAL BUREAU OF INVESTIGATION

Washington, D. C. 20537



REPORT

of the

IDENTIFICATION DIVISION

LATENT FINGERPRINT SECTION

YOUR FILE NO. 87-40513
FBI FILE NO. 87-135272
LATENT CASE NO. B-7064

February 17, 1976

TO: SAC, Los Angeles ²

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

RE: BERNARD CORNFELD - FUGITIVE;
ITSP - FBW

REFERENCE: Airtel 1-16-76
EXAMINATION REQUESTED BY: Los Angeles
SPECIMENS:

b6
b7C

Latent fingerprints previously reported and
remaining unidentified this case not identical fingerprints
of [REDACTED] white male, born [REDACTED] FBI
[REDACTED]

1 - San Francisco (87-35982)

87-40513-162

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 20 1976	
FBI - LOS ANGELES	

[REDACTED]

Clarence M. Kelley
Clarence M. Kelley, Director

THIS REPORT IS FURNISHED FOR OFFICIAL USE ONLY

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Financier Surrenders In 'Blue Box' Charges

From Evening Outlook News Services

Flamboyant financier Bernard Cornfeld surrendered to federal authorities in Los Angeles Wednesday to face charges he used illegal "blue boxes" at his Beverly Hills mansion to place free overseas phone calls.

Cornfeld, 47, appeared voluntarily in federal District Court for a bail hearing before U.S. Magistrate Venetta Tassopoulos, who freed him on \$10,000 bail and scheduled arraignment for March 15.

The millionaire, whose mansion is on Carolyn Way, was indicted last June but has not been in the country. He was believed to have been in London and Mexico.

Cornfeld was accused of making 344 telephone calls to London, Geneva and other European cities from his Beverly Hills mansion between July, 1973, and October, 1974, using the "blue box." The device enables a user to imitate the tones that signal telephone company computers, and thus bypass the billing circuits, making free calls to anywhere in the world.

FBI agents confiscated two blue boxes at Cornfeld's home in January, 1975.

Cornfeld was imprisoned in Geneva in 1973 by Swiss authorities who charged him with fraud, forgery and other offenses in connection with the collapse of Investors Overseas Services, and was released in 1974 after posting \$1.6 million bail.

(Indicate page, name of newspaper, city and state.)

P-13 EVENING OUTLOOK
SANTA MONICA, CA

Date: 2/19/76

Edition: 3 Star

Author:

Editor: Robert D. Funk

Title:

Character:

or

Classification:

Submitting Office:

Los Angeles

☐ Being Investigated

SEARCHED
SERIALIZED
INDEXED
FILED
18
FBI - LOS ANGELES

87-40513-163

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE LOS ANGELES	OFFICE OF ORIGIN LOS ANGELES	DATE 2/24/76	INVESTIGATIVE PERIOD 1/2/76 - 2/18/76
TITLE OF CASE BERNARD CORNFELD - FUG ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-21-2007 BY AUC 60324/BAW/STP/cld		REPORT MADE BY [REDACTED]	TYPED BY enm
		CHARACTER OF CASE ITSP - FBW	

b6
b7C

REFERENCES: Los Angeles report of SA [REDACTED]
dated 11/3/75.
Los Angeles teletype to the Bureau dated
2/18/76.

- P -

LEADLOS ANGELES

AT LOS ANGELES, CALIFORNIA: Will follow and
report prosecution of subject.

ACCOMPLISHMENTS CLAIMED						<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:	
CONVIC.	PRETRIAL DIVERSION	FUG.	FINES	SAVINGS	RECOVERIES				
		1 LA						PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	
APPROVED <i>[Signature]</i>						SPECIAL AGENT IN CHARGE		DO NOT WRITE IN SPACES BELOW	
COPIES MADE:								87-40513-164	
1 - Bureau (87-135272)								SEARCHED —	
1 - USA, Los Angeles (ATTN: AUSA DARRELL MAC INTYRE)								INDEXED <i>[Signature]</i>	
(2) Los Angeles (87-40513)								SERIALIZED <i>[Signature]</i>	
								FILED <i>[Signature]</i>	
<i>[Signature]</i> Dissemination Record of Attached Report								Notations	
Agency									
Request Recd.									
Date Fwd.									
How Fwd.									
By									

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7cUNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Los Angeles
(ATTN: AUSA DARRELL MAC INTYRE)

Report of: [REDACTED] Office: Los Angeles, California
Date: 2/24/76

Field Office File #: 87-40513 Bureau File #: 87-135272

Title: BERNARD CORNFELD

Character: INTERSTATE TRANSPORTATION OF STOLEN PROPERTY -
FRAUD BY WIRE

Synopsis: FBI Laboratory identified the fingerprints of [REDACTED] as being identical to the fingerprints of [REDACTED], FBI Number [REDACTED]. On 2/18/76, CORNFELD surrendered to the FBI, Los Angeles. Subject accompanied by his attorney, [REDACTED]. Subject appeared before United States Magistrate VENETTA S. TASSOPULOS and was released on \$10,000 Corporate Surety Bond. Subject printed and photographed by United States Marshal, Los Angeles, prior to release.

- P -

DETAILS

On January 2, 1976, Attorney [REDACTED] advised that [REDACTED] would be available for interview and the taking of fingerprints on January 5, 1976. An appointment was set up for 2:00 p.m. at the Marin County Sheriff's Office, San Rafael, California, on this date.

On January 5, 1976, [REDACTED] telephonically advised the San Rafael Office of the FBI that [REDACTED] would not be able to make it on Monday at 2:00 p.m. and an appointment was set up for January 12, 1976, to have the fingerprints taken. She advised both [REDACTED] and Mr. [REDACTED] would be in Los Angeles, California, at Veraprint Corporation, telephone number [REDACTED]. She requested that a call be placed to [REDACTED] office on January 12, 1976, to verify and confirm the appointment.

LA 87-40513

On January 12, 1976, a call was made to Attorney [redacted] office and the appointment for 2:00 p.m. was cancelled, due to the fact that the agent involved in the case was unable to be present at that time. It was requested that another date be set up at [redacted] convenience and that he return the call to the San Rafael, California, Office of the FBI.

On January 14, 1976, [redacted] telephonically contacted the San Rafael Office of the FBI and requested that an appointment with [redacted] and [redacted] be set up for January 19, 1976, at 2:00 p.m. at the Marin County Sheriff's Office, San Rafael. This time and date was agreed upon.

FBI

Date: 3/11/76

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Precedence)

TO: ADIC, LOS ANGELES (87-40513)
FROM: ADIC, NEW YORK (87-75490) (P)
SUBJECT: BERNARD CORNFELD -
FUGITIVE;
FBW
(OO: LA)

b6
b7c

ReNYtelecall to LA, 3/10/76.

The following investigation was conducted at NY, NY,
by SA [REDACTED]Recent contact with NY Telephone Co., NY, NY,
indicated that [REDACTED] NY,
has a non-published telephone number.LEADNEW YORKAT NEW YORK. NEW YORK. Will determine non-published
telephone number of [REDACTED] and
expeditiously forward same to Los Angeles.2-Los Angeles
1-New YorkEAV:atr
(4)

87-40513-165

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
MAR 15 1976	
FBI - LOS ANGELES	

[REDACTED] [REDACTED]

Approved: _____ Sent _____ M Per _____
Special Agent in Charge

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 3/15/76

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Precedence)

TO: ADIC, LOS ANGELES (87-40513)
FROM: ADIC, NEW YORK (87-75490) (RUC)
SUBJECT: BERNARD CORFELD -
FUGITIVE
FBW
(OO: LA)

ReNYairtel to LA, 3/11/76, and LAairtel to NY,
dated 2/2/76.

The following investigation was conducted at NY,
NY, by SA [REDACTED]:

On 3/12/76, a review of the records of the New
York Telephone Company reflect that an [REDACTED]
[REDACTED] New York City, is the non-published subscriber
to telephone number [REDACTED]

The above is being furnished for the information
of Los Angeles.

Inasmuch as no additional investigation remains
outstanding, the NYO is placing its care in an RUC status.

2 - Los Angeles
1 - New York

EAV:sln
(4)

Approved: _____
Special Agent in Charge

Sent _____

87-40513-166

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
MAR 17 1976	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

Cornfeld Pleads Not Guilty to Using 'Blue Boxes' for Calls

Financier Bernard Cornfeld pleaded innocent in federal court Monday to a three-count indictment that he defrauded the Pacific Telephone Co. through the use of so-called "blue boxes" to make free overseas telephone calls.

U.S. Dist. Judge Manuel L. Real set April 27 for trial of Cornfeld before U.S. Dist. Judge Matt Byrne.

(Indicate page, name of
newspaper, city and state.)

II-6 LOS ANGELES TIMES
LOS ANGELES, CA

Date: 3/16/76
Edition: Tuesday Final
Author:
Editor: William F. Thomas
Title: BERNARD CORNFELD

Character:
or FEW

Classification: LA-87-
Submitting Office:
Los Angeles
☐ Being Investigated

87-40513-167

SEARCHED	INDEXED
SERIALIZED <i>mk</i>	FILED <i>mk</i>
18 MAR 16 1976	
LES <i>th</i>	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

Cornfeld Denies Phone Fraud

International financier Bernard Cornfeld has pleaded innocent in federal court here to charges of cheating Pacific Telephone Company by making illegal overseas telephone calls.

Cornfeld goes on trial April 27 before U.S. Dist. Judge Matt Byrne. He returned from travels in Europe and Mexico this week to face the charges stemming from his June, 1975, indictment following seizure of two "blue boxes" at his Beverly Hills home.

According to the three-count indictment, the devices were used to defraud Pacific Telephone by making 343 free long-distance calls.

Cornfeld, 48, appeared yesterday with his attorney, Michael Nasatir, and replied "Not guilty" to charges read by U.S. Dist Judge Manuel Real, who heard Byrne's calendar.

Cornfeld, former President of Investors Overseas Services, was estimated at being worth \$200 million before losing control of his financial empire.

(Indicate page, name of newspaper, city and state.)

A-4 HERALD EXAMINER
LOS ANGELES, CA

Date: 3/16/76
Edition: Tuesday Latest
Author:
Editor: Donald Goodenow
Title: BERNARD CORNFELD

Character:
or IFBW

Classification:

Submitting Office: LA-87

Los Angeles
☐ Being Investigated

87-40513-168

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 MAR 16 1976	
LOS ANGELES	

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

FROM : SAC, SAN FRANCISCO (87-35982) (RUC)

SUBJECT: BERNARD CORNFELD -
FUGITIVE;
ITSP - FBW
OO: LOS ANGELES

DATE: 3/30/76

Reference San Francisco letter to the Director,
dated 1/20/76.

On 2/10/76 and 2/18/76, messages were left at the office of Attorney [redacted], telephone number [redacted], in an effort to discuss with him the birthdate of his client, [redacted], and whether [redacted] had been arrested in Houston, Texas, and Chicago, Illinois, at a previous date. On both occasions, [redacted] answering service advised he would return the call.

On 3/3/76, Attorney [redacted] telephonically contacted the San Rafael, California, Office of the FBI and as the Case Agent was not in, left a message for him to call.

On 3/4/76, Attorney [redacted] was telephonically contacted and [redacted] advised an attorney from the U. S. Attorney's Office in Los Angeles, California, by the name of DANIEL MC INTIRE had telephonically contacted his client, [redacted] on 3/1/76. According to [redacted], MC INTIRE stated Agent [redacted] of the Los Angeles Office was attempting to arrange [redacted] testimony in Los Angeles. According to [redacted] he telephonically contacted MC INTIRE on 3/2/76 and MC INTIRE's office advised he would be called back.

According to [redacted], they have no hesitation in talking with MC INTIRE but desire the conversation and interview be conducted in San Francisco, California, rather than Los Angeles. [redacted] requested that the San Francisco Office of the FBI advise the Los Angeles Office that any interviews or

- ② - Los Angeles
1 - San Francisco
RKG/dmp
(3)



5010-110

87-40513-169

SEARCHED	INDEXED
SERIALIZED	FILED
APR 2 1976	
FBI - LOS ANGELES	

[redacted] [signature]

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

SF 87-35982
RKG/dmp

discussions should occur and be arranged with [REDACTED], as he represents [REDACTED] in this matter.

On 3/4/76, Agent [REDACTED] of the Los Angeles Office was telephonically contacted in regards to the telephone call which [REDACTED] received on 3/1/76. [REDACTED] advised a direct call had been made and that since the call was made, Attorney DANIEL MC INTIRE of the U. S. Attorney's Office, Los Angeles, no longer is handling the CORNFELD case and a new U. S. Attorney has not yet been assigned.

It was requested [REDACTED] be recontacted and advised of the situation and told he may expect a call sometime after a new Assistant U. S. Attorney is designated as the attorney trying the CORNFELD case.

On 3/10/76, [REDACTED] was telephonically advised that the Assistant U. S. Attorney handling this case is no longer doing so and he will be contacted at a later date by the new Assistant U. S. Attorney.

[REDACTED] advised he believes [REDACTED] correct date of birth is [REDACTED] and he is not aware of any prior arrests for his client.

[REDACTED] stated he would contact [REDACTED] to determine if he had been arrested at a prior date and would recontact the San Rafael, California, Office of the FBI. As of this date, no word has been received from [REDACTED].

In view of the fact no further investigation remains in the San Rafael or San Francisco Office of the FBI, this case is being considered RUC.

F B I

Date: 4/14/76

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL 1 AIRMAIL
(Priority)

TO: SAC, SAN FRANCISCO (87-35982)
FROM: ADIC, LOS ANGELES (87-40513) (P)
SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: Los Angeles

Enclosed for San Francisco is a subpoena directed to
[redacted] at San Rafael.

LEADSAN FRANCISCO

AT SAN RAFAEL, CALIFORNIA: Will contact [redacted]
for service of the enclosed subpoena.

b6
b7c

87-40513-170

2 - San Francisco (Enc. 1)
② - Los Angeles
LLM/dls
(4)

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 4/1/76

[redacted]
Los Angeles, California, telephone number [redacted], was con-
tacted concerning any knowledge he has of BERNARD CORNFELD's
purchasing a blue box from an individual in San Francisco.
[redacted] advised that he was afraid to become involved and stated
that he wanted to consult with an attorney first. He was
served a subpoena to appear for CORNFELD's trial on April 27,
1976.

[redacted] advised that he has an answering service at
[redacted] and can be reached through it.

b6
b7C

Interviewed on 3/29/76 at Los Angeles, California File # Los Angeles 87-40513-171
by SA [redacted] and
SA [redacted] NLM/cc Date dictated 3/31/76

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STR/cld

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 4/8/76

[redacted] was interviewed at the Office of the Assistant United States Attorney (AUSA) PAUL FLYNN concerning her knowledge of BERNARD CORNFELD and his knowledge of Blue Boxes that were found at his residence. Present during the interview was AUSA PAUL FLYNN and AUSA THOMAS NOLAN.

[redacted] was asked if she had any direct knowledge that CORNFELD knew of Blue Boxes being present at his residence. She stated that she has heard people mention Blue Boxes in front of CORNFELD and his reaction to them was "blah" or a leave me alone attitude.

b6
b7c

Interviewed on 4/2/76 at Los Angeles, California File # Los Angeles 87-40513
by SA [redacted] Date dictated 4/7/76

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 4/9/76

[redacted] was interviewed at his Attorney's Office, [redacted], Los Angeles, [redacted]. Also present during this interview was Assistant United States Attorney (AUSA) PAUL FLYNN. [redacted] was advised that the purpose of the interview was to determine his knowledge of BERNARD CORNFELD's purchasing Blue Boxes.

[redacted] advised that he first became acquainted with CORNFELD in 1970. He would visit CORNFELD's residence at 1100 Carolyn Way, Beverly Hills, California, approximately two or three times a week. He advised that he was attempting to obtain backing from CORNFELD for [redacted]

[redacted] stated that he became acquainted with a [redacted] from San Francisco who had some kind of electronic company and who was an electronic "genius". [redacted] was interested in [redacted].

[redacted] introduced [redacted] to CORNFELD for the purpose of discussing this system and for the purpose of obtaining backing. [redacted] apparently offered to put in or repair an electronic system that CORNFELD had in his residence. This apparently was for the purpose of [redacted] gaining CORNFELD's confidence.

[redacted] advised that [redacted] went around his back and dealt directly with CORNFELD and [redacted] was not reimbursed for his introduction of [redacted] to CORNFELD.

During [redacted] association with [redacted] brought up Blue Boxes to him. [redacted] stated that an individual like CORNFELD could save thousands of dollars in telephone toll calls by using Blue Boxes. [redacted] asked [redacted] to talk to CORNFELD about buying the Blue Boxes. [redacted] stated that he refused to do this for [redacted].

In explaining how a Blue Box worked to [redacted] and explaining the amount of money saved by the use of one, [redacted] got [redacted] excited about the use of Blue Boxes. However, [redacted] stated that he never approached CORNFELD to buy one from [redacted].

Interviewed on 4/7/76 at Los Angeles, California File # Los Angeles 87-40513
by SA [redacted] DEK Date dictated 4/8/76

2
LA 87-40513

[] stated that [] showed him a Blue Box at [] residence in Los Angeles. [] explained how it could be used and stated that it was very sophisticated and [] believes that he mentioned that it had a memory bank. [] described the box as a black plastic box approximately 6 inches wide, 8 inches long, and 5 inches deep.

[] was shown the following photographic spread:

- 1) []
- 2) []
- 3) []
- 4) []
- 5) UNKNOWN WHITE MALE
- 6) UNKNOWN WHITE MALE

[] identified a photograph of [] as being identical to the [] that he has referred to above.

[] furnished the following description of himself:

Name
Sex
Race
Date of Birth
Place of Birth
Height
Weight
Hair
Eyes

--

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

TO : DIRECTOR, FBI

DATE: 4/16/76

FROM : ADIC, LOS ANGELES (87-40513) (P)

SUBJECT: BERNARD CORNFELD
FBW
OO: Los Angeles

On 3/15/76, CORNFELD appeared in United States District Court, Los Angeles before Judge WILLIAM MATTHEW BYRNE, JR. for arraignment and plea. CORNFELD pled guilty and trial was set for 4/27/76.

The defense has requested Judge BYRNE to continue trial until the week of 6/29/76.

LEADS

LOS ANGELES

AT LOS ANGELES, CALIFORNIA: Will follow and report prosecution.

SEARCHED ☒
INDEXED ☒
SERIALIZED ☒
FILED ☒

2 - Bureau
② - Los Angeles



LLM/rjn
(4)

OFFICE COPY



87-40513

174

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/14/76

[redacted], Los Angeles, California, telephone number [redacted] was interviewed concerning her knowledge of BERNIE CORNFELD and his possession of an electronic device called a blue box. She stated that she stayed at CORNFELD's mansion and left in March, 1973. She advised that when she was interviewed by Assistant United States Attorney (AUSA) ROBERT C. BONNER, she was referred to an individual from San Francisco who put in the Seeburg system in CORNFELD's residence. She was not referring to this individual as someone who built a blue box that BERNIE CORNFELD had. She advised that [redacted] was a friend of [redacted] who was at CORNFELD's residence alot.

[redacted] was shown a group of photographs containing the photograph of [redacted] and [redacted] but was unable to identify either of these individuals being associated with either building the Seeburg system or being at CORNFELDS.

b6
b7C

Interviewed on 1/14/76 at Los Angeles, California File # Los Angeles 87-40513 - 175
by SA [redacted] svj Date dictated 1/14/76

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 1/23/76

[redacted] was interviewed at the office of Assistant United States Attorney (AUSA) DARRELL W. MAC INTYRE. [redacted] was shown a group of photographs containing the photograph of [redacted] and [redacted] and was unable to identify any of these individuals as being at BERNIE CORNFELD's residence.

b6
b7C

Interviewed on 1/23/76 at Los Angeles, California File # Los Angeles 87-40513 -
176
by SA [redacted] svj Date dictated 1/23/76

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 3/24/76

[redacted] was interviewed at the office of her attorney, [redacted], [redacted] concerning BERNARD CORNFELD. Present during the interview was her attorney, [redacted], Assistant United States Attorney, PAUL FLYNN, Assistant United States Attorney, TOM NOLAN, and her husband, [redacted]. [redacted] was advised that the interview concerned CORNFELD's possession of blue boxes.

[redacted] was asked if she had ever spoken to CORNFELD about his having the blue boxes. She stated that she recalled telling him that he shouldn't let so many people know that the boxes were there. This was during the summer of 1974.

[redacted] was shown a group of photographs containing the photograph of [redacted], also known as [redacted] and was unable to identify him as being identical to anyone she had seen at CORNFELD's.

[redacted] was shown photographs of the following individuals:

1. [redacted]
2. [redacted]
3. [redacted]
4. [redacted]
5. Unknown White Male
6. [redacted]

She stated that [redacted] looked like someone she had seen at CORNFELD's, but she remembered the individual [redacted]. She stated she could not recall his name.

[redacted] was served a trial subpoena for CORNFELD's trial, April 27, 1976.

Interviewed on 3/23/76 at Los Angeles, California File # Los Angeles 87-40513-

by SA [redacted] frl Date dictated 3/24/76

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 4/23/76

Transmit the following in _____
(Type in plaintext or code)

Via AIRTEL AIR MAIL
(Priority)

TO: ADIC, LOS ANGELES (87-40513)
FROM: *Cwb/LSM* SAC, SAN FRANCISCO (87-35982) (RUC)
SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: LOS ANGELES

Reference Los Angeles airtel to San Francisco,
dated 4/14/76.

Being returned to Los Angeles as an enclosure is
the subpoena which was enclosed in the referenced airtel.

The subpoena was served on [redacted] in the
presence of his attorney, [redacted]
place of business, [redacted]
California.

b6
b7C

② - Los Angeles (Enc. 1)
1 - San Francisco
RKG/dmp
(3)

87-40513-179

SEARCHED	INDEXED
SERIALIZED	FILED
APR 28 1976	
FBI - LOS ANGELES	

[redacted]

Approved: _____
Special Agent in Charge

Sent _____ M Per _____

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 3/22/76

[redacted] was interviewed concerning BERNARD CORNFELD and information she may have concerning his knowledge of the possession of blue boxes and any knowledge she may have concerning CORNFELD's possession of blue boxes. [redacted] advised that she recalls first seeing a blue box at CORNFELD's mansion when she was attempting to locate a room for a girlfriend of hers, [redacted], to stay. She stated she went into one of the bedrooms in the upper area and pulled open a dresser drawer and saw what appeared to be an electric calculator. After examining it more closely, she recognized it as a blue box.

Subsequent to her finding this blue box at CORNFELD's, she was flying to either New York or Miami and was reading the article concerning IKE and TINA TURNER's arrest for possession of blue box. She recalled showing this article to CORNFELD either on the plane or at the hotel.

She told CORNFELD that IKE and TINA TURNER had been arrested for possession of blue box. CORNFELD just laughed and seemed to shake it off..

b6
b7C

Interviewed on 3/18/76 at Los Angeles, California File # Los Angeles 87-40513 -180

by SA [redacted] and SA [redacted] LLM/blc Date dictated 3/19/76

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

TO : ADIC, LOS ANGELES (87-40513)

DATE: 5/5/76

FROM : SA [REDACTED]

SUBJECT: BERNARD CORNFELD;
FBW

Subject is scheduled for trial the last week of June 1976. A co-conspirator has been developed by the name of [REDACTED] living in the San Francisco area. He was introduced to CORNFELD by [REDACTED]. (See attached FD-302). It is felt [REDACTED] has not told the entire truth, inasmuch as a source has advised [REDACTED] was instrumental in getting CORNFELD to buy it.

[REDACTED] had a girl friend by the name of [REDACTED], aka [REDACTED]. [REDACTED] has a [REDACTED] at Post Office Box [REDACTED] effective 10/1/75. She has other addresses as [REDACTED] and [REDACTED] Apartment [REDACTED] Santa Ana, effective 3/26/71. She is described as white female, born [REDACTED] 5' 5" tall, 115 pounds, brown hair, blue eyes. Her parents supposedly live in Costa Mesa and she stays with them when she is out of a residence.

b6
b7C

[REDACTED] reportedly helped talk CORNFELD into buying the Blue Box and can corroborate [REDACTED] statement, as well as add to it to show he is not furnishing all the information. She also reportedly knows [REDACTED]
[REDACTED]

LEADS

LOS ANGELES

AT [REDACTED] Attempt to locate [REDACTED] and interview her concerning her knowledge of [REDACTED]

LLM/vmk
(2)

*W attached
ser. 173*

87-40513-181

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 5 1976	
FBI - LOS ANGELES	



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

LA 87-40513

CORNFELD receiving the blue box from [] and her corroborating [] statement. Show her the enclosed photospread of []. If she is located, immediately call SA [] in order a subpoena can be obtained and served. CORNFELD's address book has telephone number [] as a phone number for []. This is a couple of years old but may be her parents. This is a published number to [] California. It is not known what connection she has or how long she has had this number.

FEDERAL BUREAU OF INVESTIGATION

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

Date of transcription 6/1/76

[redacted] was contacted at her parent's residence, [redacted]. She identified her parents as [redacted] and stated they have telephone number [redacted].

She stated that she has just returned to her parents home after [redacted] but normally works [redacted]

[redacted]

[redacted] stated that she is presently undergoing divorce proceedings, but declined to name her husband and indicated that she has one minor child.

She stated that she does not know a [redacted] but admitted that she has dated [redacted] "several times" and has known [redacted] and BERNARD CORNFELD about two years in the Los Angeles, California area. She declined to elaborate on how well she knows [redacted] and CORNFELD and also declined to state what other address she has used, other than that of her parents, [redacted].

b6
b7c

She denied knowing anything regarding business matters relating to CORNFELD or [redacted], claiming she was never told what they do for a living and denied knowing anything about a Blue Box.

She denied knowing whether or not [redacted] and [redacted] were instrumental in convincing CORNFELD to obtain a Blue Box from either of them and at this point of the interview claimed she did not feel well enough to continue talking to the Agent.

She asked whether or not she should consult with an attorney and was informed by the Agent that this was a decision she would have to make for herself. She was informed, however,

Interviewed on 6/1/76 at [redacted] File # Los Angeles 87-40513-
by SA [redacted] /cls Date dictated 6/1/76

182

2
LA 87-40513

that a trial on CORNFELD is anticipated at the end of June 1976 and she will be subpoenaed as a witness in this matter. She stated she knows nothing regarding this matter and could not understand why she would have to be a witness.

[REDACTED]

[REDACTED] She also stated she has no car or means of transportation and the Government will have to arrange to have her transported to United States District Court, Los Angeles, if she is expected to be a witness. She also added that she will need a baby sitter for her child and was told she will have to make arrangements for the care of her child, at the time of her testimony, on her own or through her family.

This interview was terminated at the request of [REDACTED], who claimed she was feeling weak and wanted to be left alone.

ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/clg

N 001 DDL
DEPARTMENT OF DRIVERS LICENSES, SACRAMENTO
5-5-76 0950 PDT
FBL, FBI LOS ANGELES, CAFFILA
PLEASE FURNISH COPY OF PHOTO SUBJECT FOR [REDACTED]
DRIVERS LICENSE NUMBER [REDACTED] BY MAIL.
ATTN: SA [REDACTED]
ROBERT E. GERHARDT ASSISTANT DIRECTOR IN CHG
FBI, LOS ANGELES LRS

87-40513-183

SEARCHED.....	INDEXED.....
SERIALIZED <i>IN</i>	FILED <i>IN</i>
MAY 28 1976	
FBI-LOS ANGELES	

[Signature]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 6/7/76

22

Transmit the following in PLAINTEXT
(Type in plaintext or code)

Via TELETYPE NITEL
(Priority)

TO BUREAU (87-135272)
FROM LOS ANGELES (87-40513)
ATTN FBI LABORATORY
BERNARD CORNFELD, ITSP - FBW, OO: LOS ANGELES.

RE LA LETTER TO BUREAU, FEBRUARY 13, 1975; LA
AIRTEL TO BUREAU, FEBRUARY 25, 1975.

REQUEST LABORATORY CHECK TO DETERMINE IF ORIGINALS
OF FOLLOWING ARE BEING MAINTAINED THERE: FINGERPRINT CARDS
FOR [REDACTED] SENT TO BU BY RE LETTER; HANDWRITING
EXEMPLARS FROM [REDACTED] SENT TO BU BY RE LETTER;
FINGERPRINTS FOR BERNARD CORNFELD SENT TO BU BY RE AIRTEL;
FOURTEEN PAGES AND THREE 3X5 CARDS CONTAINING HANDWRITING
EXEMPLARS FOR BERNARD CORNFELD SENT TO BU BY RE AIRTEL.

IF LABORATORY IN POSSESSION OF ABOVE, RETURN
TO LA IN VIEW OF JUNE 29, 1976 TRIAL DATE.

87-40513-18 ✓

LLM/vmk
(1)

Approved: #1828
Special Agent in Charge

Sent WAS 33/P MPer [Signature]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 6/9/76

Transmit the following in PLAINTEXT
(Type in plaintext or code)

Via TELETYPE NITEL
(Priority)

TO: ~~NEW YORK~~ (87-75490) **GAB**

FROM: LOS ANGELES (87-40513)

BERNARD CORNFELD; FBW; OO: LOS ANGELES.

RE NEW YORK AIRTEL TO LOS ANGELES, MARCH 15, 1976.

CORNFELD'S TRIAL IS SET TO BEGIN JUNE 19, 1976. A
PRIMIARY WITNESS BY THE NAME OF [REDACTED]
WAS LAST KNOWN TO BE RESIDING IN NEW YORK CITY AT TELEPHONE
NUMBER [REDACTED]. THIS TELEPHONE NUMBER HAS BEEN
DISCONNECTED AND [REDACTED] ROOMMATE IN LOS ANGELES
ADVISED SHE MAY BE IN SPAIN. IF [REDACTED] TRAVELED
TO SPAIN SHE WOULD STAY AT HER HOME IN ASCOT, ENGLAND.

NEW YORK: WILL DETERMINE ADDRESS THAT TELEPHONE [REDACTED]
[REDACTED] WAS LISTED ~~AT~~ AND THEREAFTER OBTAIN ANY FORWARDING
ADDRESS FOR HER IN HOPES OF DEVELOPING ADDRESS IN ENGLAND.
DETERMINE IF SHE STILL RENTS THIS RESIDENCE AND IF SO LEAVE
MESSAGE TO HAVE HER CALL AUSA PAUL FLYNN AT 213-688-2481
COLLECT IMMEDIATELY.

END

LLM/tsm
(1)

CORRECTED

b6
b7c

Approved: [Signature]
Special Agent in Charge

Sent 10⁰³/p M Per [Signature]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-21-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 6/14/76

Transmit the following in PLAINTEXT
(Type in plaintext or code)

Via TELETYPE NITEL
(Priority)

MAG. CARD

TO DIRECTOR (87-135272)
FROM LOS ANGELES (87-40513) (P)
BERNARD CORNFELD; FBW, OO: LOS ANGELES.

RE LEGAT BERN LETTER TO BUREAU, DATED AUGUST 11, 1975,
LEGAT FILE NUMBER 87-260.

REFERENCED LETTER REFLECTS THAT JUDGE
EXAMINING MAGISTRATE, GENEVA, ADVISED THAT CORNFELD'S TRIAL
IN GENEVA WAS TO BE SCHEDULED FOR SOMETIME IN 1976. AUSA
PAUL G. FLYNN, LOS ANGELES, HAS REQUESTED CURRENT STATUS OF
CORNFELD'S CASE IN SWITZERLAND AND IF TRIAL COMPLETED AND
CONVICTED, ATTEMPT TO OBTAIN CERTIFIED EXEMPLIFIED COPIES
OF THIS CONVICTION.

CORNFELD'S TRIAL IN LOS ANGELES SCHEDULED FOR JUNE 29,
1976.

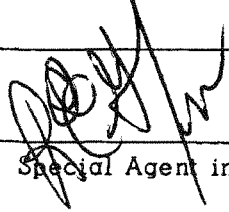
BUREAU REQUESTED TO FORWARD ABOVE REQUEST TO LEGAT BERN
BY CABLE IN ORDER TO HAVE REPLY TO LOS ANGELES JUNE 29,
1976.

END

LLM/dga
(1)

87-40513-186



Approved: 
Special Agent in Charge

Sent 9³⁵/p M Per NYJ

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Memorandum

TO : SAC, LOS ANGELES (196-

DATE: 9/12/77

FROM : *[Signature]* SUPERVISOR

SUBJECT: RECLASSIFICATION OF
MAJOR FRAUD INVESTIGATIONS

b6
b7C

A review of this file has determined that this case is a major fraud case and should be reclassified as 196- *C*.

This memorandum should be serialized as serial 2 and all prior serials in the 87 case will be serialized as serial 1.

ACTION:

[Signature]
Consolidate 87- *40513* into 196-New. *una*
OO:LA

TES/jah
(1)



5010-110

196-16-2

SEARCHED	INDEXED
SERIALIZED	FILED
SEP 12 1977	
FBI - LOS ANGELES	

[Signature]

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

FROM : SAC, SAN FRANCISCO (87-35982) (P)

SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: LOS ANGELES

DATE: 9/19/77

Re San Francisco letter to Los Angeles dated 7/19/77.

On 9/13/77 a review of the records of the Clerk of the U.S. Circuit Court of Appeals for the Ninth Circuit, Docket No. 76-3391, reflects that on 9/12/77 this case was argued and submitted before the court.

LEADS

SAN FRANCISCO

AT SAN FRANCISCO, CALIFORNIA. Will follow and report results of Subject's appeal.

b6
b7C

SF
can 12/1/77
sup
288

- ② - Los Angeles
2 - San Francisco
FAG/tdm
(4)



5010-108

Made Active 11/18/77
6-16
87-40513
21 SEP 21 1977
FBI - LOS ANGELES
SU-LHM TO
BEN LEPAT
on DISPOSITION OF APPEAL & CLOSE
Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

SEARCHED	INDEXED
SERIALIZED	FILED
21 SEP 21 1977	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Financier Bernard Cornfeld's conviction and 90-day sentence on charges of defrauding the Pacific Telephone Co. out of estimated \$7,000 in overseas toll charges was affirmed by the U.S. 9th Circuit Court of Appeals. A three-judge panel of the court rejected all seven grounds on which Cornfeld contended his 1976 conviction, stemming from the use of so-called "blue boxes," should be overturned. A jury in the court of U.S. Dist. Judge Matt Byrne Jr. convicted Cornfeld on three counts of fraud involving the placement of 344 overseas calls through the blue boxes, thereby bypassing phone company long distance equipment.

(Indicate page, name of newspaper, city and state.)

I-1 LOS ANGELES
TIMES
LOS ANGELES, CA

Date: 11/1/77
Edition: Tuesday Final
Author:
Editor: William Thomas
Title:

Character:

or

Classification:

Submitting Office:

☐ Being Investigated Los Angeles

87-40513

SEARCHED	INDEXED
SERIALIZED	FILED
21	FBI - LOS ANGELES

closed

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES (87-40513)

DATE: 11/23/77

M
FROM : SAC, SAN FRANCISCO (196-43) (P)

SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: LOS ANGELES

Re San Francisco letter to Los Angeles, 9/19/77.

On 10/25/77, the records of the Clerk of the U.S. Circuit Court of Appeals for the Ninth Circuit, 7th and Mission Streets, San Francisco, Docket No. 76-3391, reflects that this matter continues to be before the court and no decision has as yet been rendered.

LEADS

SAN FRANCISCO

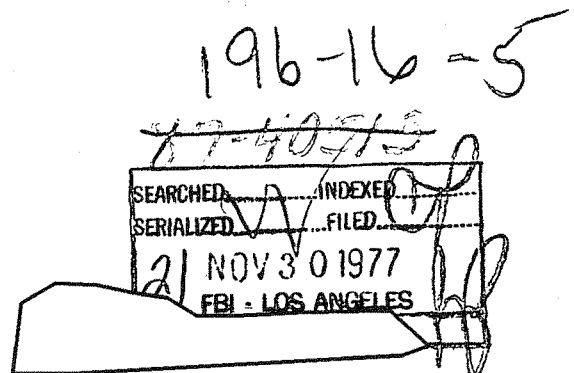
AT SAN FRANCISCO, CALIFORNIA. Will follow and report results of Subject's appeal.

b6
b7C



5010-110

2 - Los Angeles
2 - San Francisco
FAG/cea
(4)



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513)

FROM : SAC, ^{CRM} ~~F~~ SAN FRANCISCO (196-43) RUC

SUBJECT: BERNARD CORNFIELD
ITSP - FBW
OO: LOS ANGELES

DATE: 12/1/77

Re San Francisco letter to Los Angeles, 11/23/77.

Enclosed is a copy of the opinion of the U.S. Circuit Court of Appeals for the Ninth Circuit, San Francisco, affirming Subject's conviction.

2 - Los Angeles (Encl. *ML*)
1 - San Francisco
FAG:rap
(3)

b6
b7C

*12/15/77
AUSA PAUL FLYNN -
ADVISED NINTH CIRCUIT
GRANTED 50% OF
EXECUTION OF SENTENCE
UNTIL US SUPREME COURT
GRANTS OR DENIES ⑤ in
MOTION OR APPEAL TO
SUPREME COURT.
BEP*

*ave
10-29*

196-16-6

87-40513

SEARCHED	INDEXED
SERIALIZED	FILED
21 DEC 7 1977	
FBI - LOS ANGELES	

w/ ENCL.



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION
11000 Wilshire Boulevard
Los Angeles, California 90024
December 21, 1977

In Reply, Please Refer to
File No.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

BERNARD CORNFELD

On October 27, 1977, The Ninth Circuit, United States Court of Appeals, San Francisco, California, affirmed the August 13, 1976, conviction of Bernard Cornfeld in the United States District Court, Central District of California, for three counts of Fraud by Wire. The Ninth Circuit, United States Court of Appeals granted Cornfeld a stay of execution of sentence until the United States Supreme Court rules on whether The United States Supreme Court will hear Cornfeld's appeal.

5 - Bureau (87-135272)
② - Los Angeles (196-16)

BEP/mjd
(6)

OFFICE COPY

196-16-7

SEARCHED

✓

memorandum

DATE: 12/21/77

REPLY TO
ATTN OF:

SAC, LOS ANGELES (196-16) (21) (P)

SUBJECT:

BERNARD CORNFELD
FBW (A)
OO: Los Angeles

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

X&

TO: DIRECTOR, FBI (87-135272)

Re Los Angeles letter to the Bureau dated 1/6/77.

Enclosed for the Bureau are five copies of
LHM regarding captioned subject. The Bureau is requested
to forward the enclosed LHM to Legat Bern.

(X)

b6
b7c

196-16-8

2 - Bureau (Enc. 5)

① - Los Angeles

BEP/mjd

(3)

OFFICE COPY

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10
(REV. 7-76)
GSA FPMR (41 CFR) 101-11.6
5010-112

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

FBI

Date: 3/2/78

Transmit the following in CLEAR
(Type in plaintext or code)

Via TELETYPE ROUTINE
(Precedence)

29

FM LOS ANGELES (196-16) (21) (P)
TO DIRECTOR (87-135272) (ROUTINE)

MAG. CARD

BT

CLEAR

BERNARD CORNFELD; FBW (A); OO: LOS ANGELES.

RE LOS ANGELES LETTER TO THE BUREAU, DATED DECEMBER 21,
1976.

CONTACT WITH OFFICE, UNITED STATES ATTORNEY, LOS
ANGELES, CALIFORNIA, MARCH 2, 1978, REVEALED UNITED STATES
SUPREME COURT, TO DATE, HAS NOT RULED WHETHER OR NOT
SUPREME COURT WILL HEAR CORNFELD'S APPEAL.

ON SAME DATE, OFFICE OF UNITED STATES ATTORNEY, LOS
ANGELES, CALIFORNIA, ADVISED CORNFELD APPEARED UNITED STATES
DISTRICT COURT, LOS ANGELES, CALIFORNIA, ON FEBRUARY 23,
1978, AND RECEIVED PERMISSION OF COURT TO TRAVEL TO EUROPE ON
OR ABOUT MARCH 15, 1978.

BUREAU IS REQUESTED TO PROVIDE ABOVE INFORMATION TO
LEGAT BERN FOR WHATEVER ACTION LEGAT BERN DEEMS APPROPRIATE.

BT

#

BEP/meh
(1)

SEARCHED
INDEXED
SERIALIZED
FILED

196-16-9

Approved: TLC/AG
Special Agent in Charge

Sent

M

Per

memorandum

DATE: 3/3/78

REPLY TO
ATTN OF:

SA [REDACTED]

SUBJECT:

BERNARD CORNFELD
FBW (A)
OO: Los Angeles

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

XX

To: SAC, LOS ANGELES (196-16) (P) (21)

Re Los Angeles letter to the Bureau dated
12/21/77.

On 3/2/78, Assistant U. S. Attorney (AUSA)
PAUL G. FLYNN, Los Angeles, California, advised to date
the U. S. Supreme Court has not ruled on whether or
not it will hear CORNFELD's appeal.

AUSA FLYNN further advised CORNFELD appeared
in U. S. District Court, Los Angeles, California, on
approximately 2/23/78, and received the court's per-
mission to travel to Europe on approximately 3/15/78.

b6
b7C

196-16-10

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 8 1978	

[REDACTED]

BEP/jah
(1)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

'Blue Box' Conviction To Stand

WASHINGTON, (AP) — Bernard Cornfeld, whose personal wealth once was estimated at \$200 million, yesterday was denied Supreme Court review of his 1976 conviction on charges of trying to cheat a telephone company.

The justices let stand a ruling by the 9th U.S. Circuit Court of Appeals that Cornfeld's conviction was valid in his company's use of "blue boxes" to avoid paying for overseas calls.

Cornfeld, a financier and promoter, was known as a multimillionaire after building International Overseas Services into a \$2.5 billion business with a sales force of 15,000 persons.

Cornfeld's telephone fraud conviction grew out of operation of his Beverly Hills, Calif., business, Grayhall Inc., a real estate holding company.

(Indicate page, name of newspaper, city and state.)

A-8 HERALD EXAMINER
LOS ANGELES, CA

Date: 3/21/78
Edition: Tuesday Latest

Title: BERNARD
CORNFIELD

Character:
or

Classification:

Submitting Office:
Los Angeles

196-16-11

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 21 1978	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

(Mount Clipping in Space Below)

Bernard Cornfeld headed to jail for defrauding Ma Bell

WASHINGTON (UPI) — The Supreme Court cleared the way Monday for Bernard Cornfeld, the former "boy wonder" of mutual funds, to serve a three-month jail term for defrauding the telephone company.

The justices let stand Cornfeld's Aug. 10, 1976, conviction by a California jury on three counts of wire fraud.

The action opens the way for him to start serving a 90-day jail sentence, barring last-minute moves by his attorneys.

One lawyer representing Cornfeld said the financier's attorneys have been developing "new evidence" in the case that could be the basis for asking the trial judge to reduce his sentence or grant him a new hearing.

The lawyer said he understood Cornfeld recently has been in Europe winding up his business affairs.

Cornfeld was chairman of the board of Investors Overseas Services Ltd., a corporation headquartered in Geneva, Switzerland, until 1970 when he resigned after shares in IOS stock fell dramatically.

The next chairman was Robert Vesco, who later fled the country to avoid prosecution.

Cornfeld's lifestyle reflected a personal fortune estimated at \$140 million at the time of his ouster from IOS. He has homes in various parts of the world. When in California, he lives at the Grayhall mansion in Beverly Hills, owned by Grayhall Inc., a foundation he heads.

His conviction on wire fraud stemmed from a Pacific Telephone Co. investigation when an agent became suspicious of the number of toll-free, area code 800, calls made from Grayhall phones in 1974.

The investigator suspected something called a "blue box" was being used to place long distance calls and circumvent phone company charges. He attached a "toll fraud detector" and a recording device to the line for 20 days.

(Indicate page, name of newspaper, city and state.)

I-5 THE VALLEY NEWS
VAN NUYS, CA

Date: 3/21/78
Edition: Tuesday Final

Title: BERNARD CORNFELD

Character:
or

Classification:

Submitting Office:
Los Angeles

196-16 72

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 22 1978	
FBI - LOS ANGELES	

(Mount Clipping in Space Below)

Cornfeld Gets Prison Date

Financier Bernard Cornfeld, the former "boy wonder" of mutual funds, was ordered by U.S. Dist. Court Judge Matt Byrne here yesterday to report to federal prison May 8 to begin serving a three-month term for defrauding the telephone company.

Cornfeld, 50, former chairman of Investors Overseas Services Ltd. based in Geneva, unsuccessfully argued his sentence was unduly harsh.

Cornfeld was convicted after a jury trial Aug. 10, 1976, on three counts of defrauding Pacific Telephone out of \$7,600 in phone bills by using an illegal device known as a "blue box," which was found on a phone in his Grayhall Mansion in Beverly Hills.

(Indicate page, name of newspaper, city and state.)

A-6 HERLAD EXAMINER
LOS ANGELES, CADate: 4/18/78
Edition: Tuesday Latest

Title: BERNARD CORNFELD

Character:

or

Classification:

Submitting Office:

Los Angeles

87-196-16

SEARCHED	INDEXED
SERIALIZED	FILED
9 APR 18 1978	
FBI - LOS ANGELES	

FBI/DOJ

UNITED STATES GOVERNMENT
memorandum

DATE: 5/18/78
REPLY TO
ATTN OF: SA [REDACTED]
SUBJECT: BERNARD CORNFELD
FEW (A)
OO: LOS ANGELES
TO: SAC LOS ANGELES (196-16) (P)

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

On instant date AUSA PAUL G. FLYNN, Office of United States Attorney, Los Angeles, Calif., advised that Subject has been allowed to delay ~~subject's~~ surrender in this matter until early June 1978. AUSA FLYNN further advised that AUSA TOM NOLAN will be assigned instant matter to follow subjects surrender to the proper authorities.

LEADS: LOS ANGELES

AT LOS ANGELES, CALIF., will follow and report subjects surrender to appropriate authorities.

(2) Will return the evidence involved in this matter to appropriate individuals.

196-16-14

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 18 1978	
FBI - LOS ANGELES	



1-196-16

bel

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10
(REV. 7-76)
GSA FPMR (41 CFR) 101-11.6
5010-112

UNITED STATES GOVERNMENT
memorandum

DATE:

REPLY TO
ATTN OF:

SUBJECT:

TO:

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

38

THE WALL STREET JOURNAL, Friday, May 19, 1978

Cornfeld Must Stand Trial in Switzerland, Appeals Court Rules

Special to THE WALL STREET JOURNAL

GENEVA—A Swiss appeals court ruled that Bernard Cornfeld must stand trial on charges of fraud, embezzlement and "criminal mismanagement" stemming from the collapse of I.O.S. Ltd., the financial complex he founded.

Mr. Cornfeld still can appeal that decision to the Swiss supreme court. If he doesn't do so, he is likely to go to trial before the end of the year.

Mr. Cornfeld was arrested in Switzerland in 1973, following the collapse of I.O.S., which at one time managed investments totaling \$2.2 billion. He was freed in 1974 on bail currently valued at \$2.5 million after 11 months in prison.

In 1970, he was deposed as head of I.O.S. and was ultimately succeeded by Robert L. Vesco, who then allegedly looted much of the money that was left. Mr. Vesco, currently believed to be in the Bahamas, is a fugitive from five U.S. indictments.

In its 57-page ruling, the appeals court rejected Mr. Cornfeld's contention that a lower court decision ordering his trial had been based on improper legal procedures.

Mr. Cornfeld currently resides in California, although he often is seen in Geneva.

196-16-15

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 19 1978	
FBI - LOS ANGELES	



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10
(REV. 7-76)
GSA FPMR (41 CFR) 101-11.6
5010-112

AIRTEL

5/19/78

TO : DIRECTOR, FBI (87-135272)
FROM: LEGAT, BERN (196-17) (RUC)
BERNARD CORNFELD
FBW (A)
(OO: Los Angeles)

ReBERlet, 3/8/78.

This is to confirm action taken at the request of
Bureau Supervisor [redacted] on 5/12/78.

[redacted]
there was a hearing scheduled for the morning of 5/18/78 at
the Court of Cassation in Geneva. It would not be necessary
for subject CORNFELD to be present at the hearing. The
hearing was solely for the purpose of the opening and
announcement of a court decision in the case.

The hearing itself had nothing to do with the bond
which CORNFELD had posted. The amount of bond was set by the
Grand Jury which heard the case. CORNFELD's lawyer in Geneva
had announced that they would file for a reduction of the bond,
but no formal application has yet been filed.

[redacted] is a very well-known lawyer in Geneva.
He is only one of the lawyers representing CORNFELD in Geneva.

5 - Bureau
 (1 - Liaison Unit)
 (2 - Los Angeles)
1 - Bern

LHR:il
(6)

196-16-14
JUN 5 1978
[redacted] b2

BER 196-17

Plea bargaining, as such, does not exist in Switzerland. It is possible, however, that the prosecutor could exercise his discretionary authority to discontinue prosecution of a case if the subject made restitution to the victims. Whether such an agreement is being negotiated in this case is not known and cannot be determined.

The above information was telephonically furnished to AUSA TOM NOLAN on 5/12/78.

For information.

TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input checked="" type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

TO LEGAT:

<input type="checkbox"/> Bern
<input type="checkbox"/> Bonn
<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Caracas
<input type="checkbox"/> Hong Kong
<input type="checkbox"/> London
<input type="checkbox"/> Madrid
<input type="checkbox"/> Manila
<input type="checkbox"/> Mexico City
<input type="checkbox"/> Ottawa
<input type="checkbox"/> Paris
<input type="checkbox"/> Rome
<input type="checkbox"/> Tokyo

☐ SAC, New Rochelle (MRA) ☐ ASAC, Rapid City ("Mini")

6/1/78

(Date)

RE: BERNARD CORNFELD

FBW

OO: LOS ANGELES

62-7594* (4/75)
+ refs NO 196
96-16*

☐ For information ☐ Retention optional ☒ For appropriate action ☐ Surep, by _____

☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.

☐ Enclosed are corrected pages from report of SA _____ dated _____

Remarks:

ATTACHED FOR LOS ANGELES ARE TWO COPIES OF
LEGAT, BERN AIRTEL DATED 5/19/78.

ALL INFORMATION CONTAINED

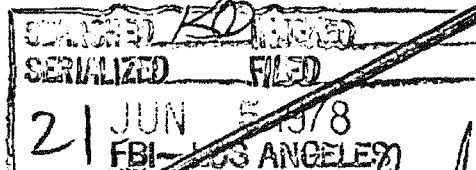
HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Enc.

Bufile 87-135272

Urfile



FBI/DOJ

b6
b7c

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

AIRTEL

6/1/78

TO : DIRECTOR, FBI (87-135272)
FROM: LEGAT, BERN (196-17) (RUC)
BERNARD CORNFELD
FBW (A)
(OO: Los Angeles)

ReBERairtel, 5/19/78.

An article in the "Tribune de Lausanne" of 5/19/78 reported that the appeal of subject on 7/23/77 to the Federal Supreme Court had been denied and the case had been returned to the court in Geneva for trial.

For information.

5 - Bureau
 (1 - Liaison Unit)
 (2 - Los Angeles)
1 - Bern

LHR:il
(6)

196-17

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 19 1978	
- LOS ANGELES	

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (196-16) (P)

DATE: 8/25/78

FROM : SA [REDACTED]

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

SUBJECT: BERNARD CORNFELD;
ET AL
dba GRAYHILL INCORPORATED,
1100 Carolyn Way, Beverly Hills,
California
FBW
OO: Los Angeles

b6
b7C

On 8/23/78, Assistant United States Attorney (AUSA) PAUL G. FLYNN, assigned to the office of the United States Attorney, Los Angeles, California, advised that BERNARD CORNFELD has served his sentence in this matter in Federal custody and was released from Federal custody in approximately mid August 1978. AUSA FLYNN further advised that the [REDACTED] items ^{OF EVIDENCE} being maintained in the Los Angeles, Federal Bureau of Investigation files may be returned to their contributor as previously promised.

LEAD

LOS ANGELES

AT LOS ANGELES, CALIFORNIA: Will review instant file and return the appropriate items of evidence to the original contributor.

BEP/sgc

(1) sgc

BEP



5010-110

196-16-18

SEARCHED	INDEXED
SERIALIZED	FILED
AUG 29 1978	
LOS ANGELES	

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input checked="" type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input checked="" type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

TO LEGAT:

<input type="checkbox"/> Bern
<input type="checkbox"/> Bonn
<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Caracas
<input type="checkbox"/> Hong Kong
<input type="checkbox"/> London
<input type="checkbox"/> Madrid
<input type="checkbox"/> Manila
<input type="checkbox"/> Mexico City
<input type="checkbox"/> Ottawa
<input type="checkbox"/> Paris
<input type="checkbox"/> Rome
<input type="checkbox"/> Tokyo

☐ SAC, New Rochelle (MRA) ☐ ASAC, Rapid City ("Mini") 6/15/78
(Date)

RE: BERNARD CORNFELD
FBW

OO: LOS ANGELES

62-7594A
PHUS RIFFS, NO OTHER
SUBJECT, NO 196.
BERNARD CORNFELD

☐ For information ☐ Retention optional ☒ For appropriate action ☐ Surep, by _____
☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.
☐ Enclosed are corrected pages from report of SA _____ dated _____

Remarks:

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

ATTACHED FOR LOS ANGELES ARE TWO COPIES
OF LEGAT, BERN AIRTEL DATED 6/1/78.

Enc.

Bufile 87-135272

Urfile LA

196-

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 19 1978	
LOS ANGELES	

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (196-16) (P) (23)

DATE: 10/23/78

FROM : SA [REDACTED]

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: Los Angeles

b6
b7C

Re Los Angeles memo of SA [REDACTED]
dated 8/25/78.

On 9/13/78, items described on FD-192 (1B-10 and 1B-11) were returned to the Beverly Hills Police Department and receipt for same obtained. It is noted 1-B-10 indicates the evidence described by that form was obtained from the General Telephone Company (GT), however, Investigator [REDACTED], GT, Santa Monica, California, (on 9/13/78) advised the evidence in question was originally obtained by the FBI from the Beverly Hills Police Department. [REDACTED] stated GT examined the items and later returned the items described by 1-B-10 to the FBI.

It is also noted that Bulky records indicate that the remainder of the evidence in this case had been released by Bulky to the Los Angeles Office of the U.S. Attorney.

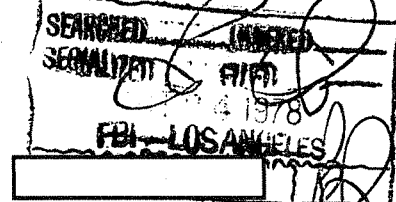
On 9/21/78, Assistant United States Attorney (AUSA) PAUL G. FLYNN and AUSA THOMAS J. NOLAN were able to locate most of the items of evidence charged out to their office. These items were obtained by SA [REDACTED] on that date and receipt for same provided to AUSA NOLAN.

On 9/21/78, it was confirmed the Clerk of the Court, United States District Court, Central District, Los Angeles, was in possession of two blue boxes, one wooden music box, and a Grey American Tourister attache case involved in this matter. The above items were entered into evidence at the trial and had remained with the court. On 10/5/78, the above items were received from [REDACTED] Office of United States District Court Clerk and a receipt for same was provided by SA [REDACTED].

BEP/kn
(1) [initials]



5010-110



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

196-16-19

LA 196-16

Comparison of the inventory of above items with the Bulky exhibit records for this case indicate the following items are still unaccounted for by the U.S. Attorney's Office (USA):

1. Two red and two blue books regarding operation of blue boxes (1B-12)
2. Grey subscriber trunk dialing instructions and call charge book
3. Two copies of two tapes (Reel to Reel)
One copy of two tapes (Cassette)
4. Blue spiral notebook titled "Individual record of incoming and outgoing telephone calls"

The missing items were brought to the attention of Assistant United States Attorney (AUSA) THOMAS J. NOLAN on 10/11/78 and 10/12/78. AUSA NOLAN advised it is possible the above items were filed with the Los Angeles USA's Office closed file regarding CORNFELD which has since been placed in storage.

On 10/11/78, and 10/12/78, [REDACTED], [REDACTED], Los Angeles, USA's Office, was provided with description of the missing items. [REDACTED] advised to date his efforts to locate the closed file have met with negative results.

On 10/11/78, AUSA NOLAN advised that no court order is needed by the FBI to dispose of the blue boxes (black boxes) involved in this case which were removed from the CORNFELD residence. NOLAN further stated he sees no objection to returning to CORNFELD the brown leather address book with the name [REDACTED] on the cover nor is there any objection to releasing the recovered blue boxes to the Pacific Telephone Company.

LA 196-16

LEAD

LOS ANGELES

AT LOS ANGELES, CALIFORNIA: Will continue efforts to locate the unaccounted for items of evidence and return the appropriate items of evidence to CORNFELD.

memorandum

DATE: 10/26/78

REPLY TO
ATTN OF:

SA [REDACTED]

SUBJECT:

BERNARD CORNFELD;
FRAUD BY WIRE (A)
OO: Los Angeles

TO: SAC, LOS ANGELES (196-16) (P)

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

On 10/20/78 [REDACTED]

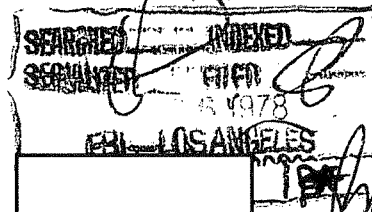
[REDACTED] Century City, telephone [REDACTED]
[REDACTED] was contacted regarding instant matter.
[REDACTED] advised he is the Attorney of Record for CORNFELD and will contact CORNFELD in an effort to determine if CORNFELD wishes to receive the personal property currently held by the Los Angeles Office of the FBI as a result of the search of CORNFELD's residence by the FBI in November, 1975. [REDACTED] advised he will contact CORNFELD in an effort to determine if CORNFELD wishes to receive the property personally or if CORNFELD desires [REDACTED] to obtain the property on behalf of CORNFELD.

LEADb6
b7cLOS ANGELES

AT LOS ANGELES, CALIFORNIA: Will maintain contact with [REDACTED] regarding the return of CORNFELD's personal property.

BEP/can
(1)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

OPTIONAL FORM NO. 10
(REV. 7-76)
GSA FPMR (41 CFR) 101-11.6
5010-112

memorandum

DATE: 11/2/78

REPLY TO
ATTN OF:SA

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

SUBJECT: BERNARD CORNFELD;
FBW

OO: Los Angeles

TO:

SAC, LOS ANGELES (196-16) (23) (P)

On 10/30/78, the following items of evidence in this matter were obtained from the office of the United States Attorney, Los Angeles:

1. One red (in color) book entitled, "Blue Box Phone Book"
2. One blue (in color) book entitled, "Blue Box Manuel"
3. One book entitled, "Dialling Instructions and Call Charges" subscriber trunk Dialling, 1973.
4. Two reel to reel tapes. Ampex #641
5. Three cassette tapes Ampex #370
 1. GJ EX #16
 2. GJ 17A London Call
 3. GJ 16A Geneva Call

b6
b7C

BEP/slm

(1) *[Handwritten signature]*196-16-21
[Handwritten signature]
 [Handwritten signature]

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION
11000 Wilshire Boulevard
Los Angeles, California 90024
December 15, 1978

In Reply, Please Refer to
File No.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

RE: Bernard Cornfeld

[Redacted]
Los Angeles, California

Dear [Redacted]:

This letter is to confirm your telephone conversation with Special Agent [Redacted] of this office on October 20, 1978.

b6
b7C

The office of the United States Attorney Los Angeles, California, has authorized the return of the following miscellaneous personal items removed from the Cornfeld residence on January 28, 1975, pursuant to a search warrant executed that date by the FBI:

- ✓1. Personal social telephone directory. (RECORD PLATE # 838)
- ✓2. Rolodex, Model number 2254.
- ✓3. Blue vinyl telephone directory.
- ✓4. Brown vinyl executive log for year 1972.
- ✓5. Brown cloth-covered telephone directory.
- ✓6. 1975 Daily Planner.
- ✓7. Black vinyl telephone directory with insignia "The Fund of Funds".
- ✓8. IOS note pad.
- ✓9. Brown leather telephone directory with [Redacted] printed in gold on front cover.

- ✓10. Gray telephone directory of [] in red leather cover.
- ✓11. Rolodex cards and two dividers removed from rolodex.
- ✓12. Envelope with seal of Grayhall Incorporated 1971.
- ✓13. One (grey in color) American Tourister attache case.
- ✓14. One wooden music box.

The above items may be claimed by Mr. Cornfeld or his authorized representative and Special Agent [] of this office may be contacted to arrange an appointment for return of the items in question.

Your cooperation in this matter will be sincerely appreciated.

Very truly yours,

TED L. GUNDERSON
Special Agent in Charge

By:

[]
Supervisory Special Agent

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/clh

ADIC, NEW YORK (87-75490)

3/5/79

SAC, LOS ANGELES (196-16) (C) (23)
(87-40513)

BERNARD CORNFELD;
ET AL
ITSP - FBW
OO: Los Angeles

Re Los Angeles airtel to New York, dated 5/22/75,
and New York letter to Los Angeles, dated 8/4/75.

Enclosed for New York is one copy each of a blue
box phone book and a blue box manual.

For information New York, enclosed items obtained
by New York Division from Assistant District Attorney
ROBERT WARREN through contact with [redacted] of The Bell
Telephone Company, New York.

AUSA, Los Angeles, has advised subject's appeal
has been denied and AUSA requested evidence in this case
in possession of FBI, Los Angeles, be returned.

New York is requested to return enclosed items
to appropriate authority. If the source of enclosed items
no longer desires booklets, New York may destroy same.

LEAD

NEW YORK

AT NEW YORK, NEW YORK: Will return enclosed
books and manuals to appropriate authority described in
referenced New York letter.

- 2 - New York (Enc. 2)
① - Los Angeles

BEP/dga
(3)

BEP

- 1* -

[Handwritten signature]
DAB (4)

196-16-23

SEARCHED
INDEXED
SERIALIZED
FILED

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES (196-16)

DATE: 3/7/79

FROM : SA

SUBJECT: BERNARD CORNFELD;
FBW -175P
OO: LOS ANGELES

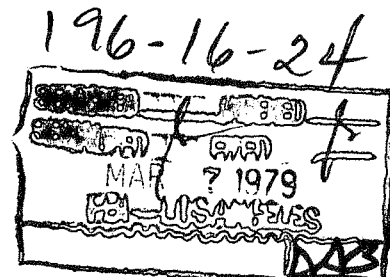
b6
b7C

In as much as all investigation has been conducted in this matter and all evidence has been returned it is recommended this matter be placed in a closed status. It is noted that receipts for the evidence returned in this case have been made a part of the file.



5010-110

1-196-16
BEP/bep



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

memorandum

DATE:

REPLY TO
ATTN OF:

SUBJECT:

BERNARD CORNFELD,

ET AL

ITSP-FBW

(OO:LA)

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

MAR 28 1979

b6
b7C

XX

TO:

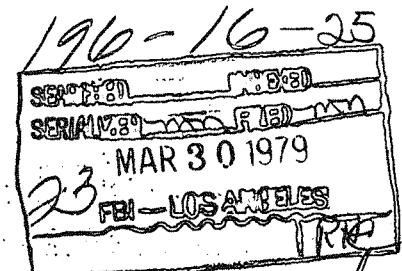
SAC, LOS ANGELES (196-16) (C) (RUC)

ReLAMemo to New York, dated 3/5/79.

Enclosed copies of blue box phone book and blue box
manuel forwarded by Los Angeles to New York have been returned
to [REDACTED], New York Bell Telephone
Company, 1095 Avenue of the Americas, on 3/19/79, by SC
[REDACTED].

② - Los Angeles
(1 - 87-40513)
1 - New York

RMS:cal
(3)



Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

(Mount Clipping in Space Below)

CORNFELD PAYS

Financier Bernard Cornfeld has paid Pacific Telephone Co. \$25,000 to settle a lawsuit filed as a result of Cornfeld's use of two electronic "blue boxes" to evade long distance tolls.

The settlement was announced by a spokesman for the utility, which had brought suit in Santa Monica Superior Court to recover the lost funds and legal expenses.

Cornfeld, one-time "boy wonder" of the financial world and head of Grayhall Inc. and Investors Overseas Services, already has served a 90-day federal prison sentence in Lompoc as a result of his conviction on charges of illegal use of the blue box.

The blue box more precisely is known as a multi-frequency generator, and it provides a series of electronic codes that enable the user to make long-distance calls while bypassing automatic electronic billing equipment.

(Indicate page, name of newspaper, city and state.)

A-8 EVENING OUTLOOK
SANTA MONICA, CADate: 4/18/79
Edition: 3 Star

Title: BERNARD CORNFELD

Character:
or FBW

Classification:

Submitting Office:
Los Angeles

196-16-26

SEARCHED	INDEXED
SERIALIZED	FILED
APR 19 1979	
FBI - LOS ANGELES	

#23

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

CORNFELD PAYS SUM TO SETTLE 'BLUE BOX' SUIT

Financier Bernard Cornfeld has paid Pacific Telephone Co. \$25,000 to settle a lawsuit filed as a result of Cornfeld's use of two electronic "blue boxes" to evade long distance tolls.

The settlement was announced by a spokesman for the utility, which had brought suit in Santa Monica Superior Court to recover the lost funds and legal expenses.

Cornfeld, one-time "boy wonder" of the financial world and head of Grayhall Inc. and Investors Overseas Services, already has served a 90-day federal prison sentence in Lompoc as a result of his conviction on charges of illegal use of the blue box.

The blue box more precisely is known as a multi-frequency generator, and it provides a series of electronic codes that enable the user to make long-distance calls while bypassing automatic electronic billing equipment.

(Indicate page, name of newspaper, city and state.)

A-8 EVENING OUTLOOK
SANTA MONICA, CA

Date: 4/18/79
Edition: 3 Star

Title: BERNARD CORNFELD

Character:
or FBW

Classification:

Submitting Office:
Los Angeles

196-16-26

SEARCHED	INDEXED
SERIALIZED	FILED
APR 19 1979	
LOS ANGELES	

FBW/COJ

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld



To : SAC, LOS ANGELES (196-16) (C)

Date 1/19/81

From : SA [REDACTED]

Subject : BERNARD CORNFELD;
EBW (C)
OO: LA

On instant date SA [REDACTED] met with [REDACTED], Investigator, District Attorney Bureau of Investigation (LA), (telephone [REDACTED]) at the office of the Court Clerk, US District Court, Los Angeles, Calif. [REDACTED] and Detective [REDACTED], Beverly Hills, Calif. PD had requested the agents assistance in locating USDC records regarding captioned subjects conviction in this District for Fraud by Wire. The LA District Attorneys Office is investigating a suspected organized crime murder in Los Angeles in 1975 and wished to review court exhibits relating to instant case in an effort to determine if captioned subject had any contact with any of the suspects in the murder. [REDACTED] reviewed the records as made available by the Clerk of the Court and advised he will examine the records in detail at a later date. (CR 75-883)

b6
b7C

1-196-16
BEP/bep

196-16-27

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JAN 21 1981	
FBI - LOS ANGELES	

AB

ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

IP OTTAWA 4R2309 M90 15/2008GNT

INTERPOL WASHINGTON

INTERPOL 16/5115/82IP12339

REFER TO INTERPOL SUISSE'S MESSAGE NR 137070 - MM-18976-E/BA OF
20/10/82 AND OUR MESSAGE INTERPOL 16/4624/82IP12339 OF 15/10/82 NOT
ADDRESSED TO YOUR NOB BUT REPEATED HEREUNDER CONCERNING CORNFELD
FIRST NAME BERNARD BORN 17 AUGUST 27. CORNFELD IS SUBJECT OF AN IN-
VESTIGATION BY THE ONTARIO PROVINCIAL POLICE WITH RESPECT TO HIS
DEALINGS IN A COMPANY CALLED I.O.S. MUTUAL FUND. TO PURSUE THEIR
INQUIRY, ONTARIO PROVINCIAL POLICE REQUIRES CORNFELD'S PHOTOGRAPH
AND ANY INFORMATION AVAILABLE CONCERNING HIS PRESENT WHEREABOUTS
AND CURRENT ACTIVITIES. A PROMPT REPLY WOULD BE APPRECIATED. THANKS

END

Investors Overseas Service

INTERPOL OTTAWA

BT

196-16-28

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 24 1983	
FBI - LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

TRANSMIT VIA: Airtel

CLASSIFICATION: _____

DATE: 2/22/83

FROM: Director, FBI

TO: SAC, Los Angeles (87-135272)

BERNARD CORNFELD

AKA;

AKA;

DBA GRAYHALL, INC.
1100 CAROLYN WAY
BEVERLY HILLS, CALIFORNIA
ITSP; FBW
OO: LA

163-3676*(8/79), 62-7594*(4/75) + many refs
AKA; 87-40513* (10/75) + ref.
AKA; 196-16-16 (9/77)
87-0-40513* (2/75) - ref.; Grayhall
196-16-16 (8/77)

For the information of Los Angeles, FBIHQ has received an inquiry through Interpol-Washington on behalf of Interpol-Ottawa concerning Bernard Cornfeld, DOB 8/17/27, and Investors Overseas Service (IOS), a mutual fund company possibly being operated by Cornfeld in Canada. The local Canadian investigation into this mutual fund is being conducted by the Ontario Provincial Police.

Canadian authorities have requested through Interpol all information available concerning IOS as well as all information regarding possible affiliation of Cornfeld with this company.

A review of Bureau files reflects captioned investigation makes reference to IOS. However, insufficient information is contained in the Bureau file to determine what Cornfeld's affiliation was if any, with IOS and what the purpose of the company was.

Los Angeles is instructed to review its files for information pertaining to Cornfeld and IOS and prepare an LHM suitable for dissemination to Interpol. The LHM should consist of the original and five copies. Your cover airtel and LHM enclosure is to be directed to the attention of the Fugitive Unit, FBIHQ, and is to reach FBIHQ by COB 3/3/83.

enclosure

I called

Told him the fugitive unit would not be at FBIHQ by 3/3/83. and that we would get it in as soon as we could. He agreed.

REC-4A
OO: LA
(A)
TUC

196A-16-29
87-135272

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 1 1983	
FBI - LOS ANGELES	



U.S. Department of Justice

Federal Bureau of Investigation

In Reply, Please Refer to
File No.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

BERNARD CORNFELD

Bernard Cornfeld, reputed international financier, founded Investors Overseas Services (IOS), a multimillion dollar mutual fund operation headquartered in Geneva, Switzerland. He was arrested in May, 1973, more than two years after the financial collapse of IOS. He spent nearly 11 months in a Swiss prison before being released on \$1.5 million dollar bail in April, 1974, pending trial in Swiss courts.

According to an article appearing in the Wall Street Journal, May 19, 1978, Cornfeld was deposed as head of IOS in 1970, and was ultimately succeeded by Robert L. Vesco, who then allegedly looted much of the \$2.2 billion in investments. Said article related a Swiss appeals court ruled that Cornfeld must stand charges of fraud, embezzlement, and "criminal mismanagement" stemming from the collapse of IOS. Results of that proceeding are unknown.

On August 13, 1976, after a jury trial in United States District Court, Los Angeles, California, Bernard Cornfeld was found guilty on three counts of violation of Title 18, United States Code, Section 1343; Fraud By Wire. On September 30, 1976, he was sentenced to serve two years in custody of the United States Attorney General. Twenty-one months of the sentence was suspended, and Cornfeld was also placed on three years probation, fined \$3,000, and ordered to pay \$7,000 restitution. Cornfeld appealed the conviction. The conviction, which stemmed from the use of a "blue box" to circumvent telephone company charges for long distance calls, was allowed to stand by the United States Supreme Court on March 20, 1978.

Cornfeld is known to have maintained residences in Geneva and Los Angeles. According to General Telephone Directory, Western Section, area code 213, March, 1982, Cornfeld subscribes to telephone number 550-8379, located at 1100 Carolyn Way, Beverly Hills, California.

SEARCHED —
INDEXED —
SERIALIZED —
FILED —

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

R

196-16-30

Bernard Cornfeld's descriptive information is as follows:

Name	Bernard Cornfeld
Sex	Male
Race	Caucasian
Date of birth	August 17, 1927
Place of birth	Istanbul, Turkey
Height	5'8"
Hair	Blond, balding
Eyes	Blue
Social Security Account Number	088-20-0916

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ Airtel

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 3/4/83

TO: DIRECTOR, FBI
(ATTN: Fugitive Unit)

FROM: SAC, LOS ANGELES (196A-16) (WCC-1) (C)

RE: BERNARD CORNFELD;
ET AL
ITSP; FBW
00: Los Angeles

Re Bureau airtel to Los Angeles dated 2/22/83.

Enclosed for the Bureau are the original and five copies of an LHM suitable for dissemination, in addition to one xerox copy of Cornfeld's photograph taken from a newspaper article printed in 1976.

The Bureau may wish to request Legat Bern obtain outcome of Cornfeld's judicial proceedings in Switzerland.

2 - Bureau (Enc. 7)
① - Los Angeles

RRG/BAR
(3)

SEARCHED —
INDEXED —
SERIALIZED sh
FILED sh

196-16-31

Approved: RTB/RgTransmitted _____
(Number) (Time)

Per _____

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 6/2/76

[redacted]
California, telephone number [redacted] was interviewed concerning her knowledge of blue boxes used or seen at BERNARD CORNFELD's residence, 1100 Carolyn Way, Beverly Hills, California. [redacted] advised that she resided at [redacted] from June 1, 1974, through July 17, 1974.

[redacted] advised that she does not recall ever seeing a blue box at CORNFELD's residence and had no knowledge of one being used there.

Interviewed on 2/5/76 at Sherman Oaks, File # Los Angeles
California 87-40513
by SAs [redacted] and 6 Date dictated 6/2/76
[redacted] RLM/enm

~~SECRET~~

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE

WA 120

NR032 WA PLAIN

5:25PM NITEL 6/21/76 EFG

TO LOS ANGELES (87-40513)

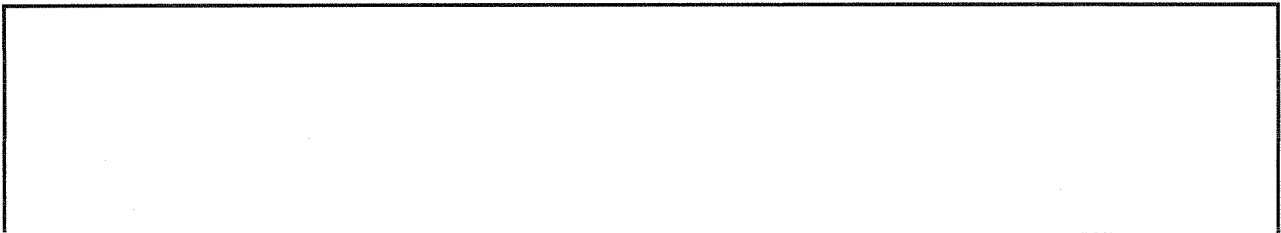
FROM DIRECTOR (87-135272)

BERNARD CORNFELD; FBW 00: LOS ANGELES

ON JUNE 17, 1976, LEGAT, BERN ADVISED FBIHQ AS FOLLOWS:

RE BUREAU CABLE, JUNE 15, 1976.

(S)




b1

BUREAU INFORM LOS ANGELES. LOS ANGELES FURNISH RESULTS OF
TRIAL.

END

87-40513-193

SEARCHED	INDEXED
SERIALIZED	FILED
18 JUN 21 1976	
FBI - LOS ANGELES	



b6
b7C

~~SECRET~~

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 6/21/76

[redacted] was interviewed at his residence, [redacted], Los Angeles, California, concerning any knowledge he may have of BERNARD CORNFELD, CORNFELD's possession of a blue box, or any knowledge he may have of a blue box being at CORNFELD's residence, 1100 Carolyn Way, Beverly Hills, California. Present during this interview was Assistant United States Attorney (AUSA) THOMAS NOLAN.

[redacted] advised that he has known CORNFELD for some time and that he recalled during September 1973, he went to CORNFELD's residence to pick up a birthday present from [redacted], a girl he had known for some time. While at this residence on this occasion, he was in [redacted] room with [redacted] and [redacted] at which time he observed what he recognized as a blue box. He asked [redacted] what this device was doing here, and she said that it was BERNIE's. She also stated that BERNIE was the one that showed her how to use it.

[redacted] was shown two blue boxes that were seized from CORNFELD's residence by the FBI pursuant to a search warrant. [redacted] could not positively identify either one of these as looking like the one that he saw. However, he said that the larger one looked more like what he recalled than the smaller one.

Interviewed on 6/18/76 at Los Angeles, California File # Los Angeles 87-40513-194
by SA [redacted] dla Date dictated 6/21/76

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription

6/22/76

[] was interviewed at the Los Angeles Office of the United States Attorney, 312 North Spring, Los Angeles, California. Present during this interview was Assistant United States Attorneys (AUSA) PAUL FLYNN and THOMAS NOLAN and [] attorney, []. [] was advised that the purpose of this interview was to discuss any knowledge he may have of supplying blue boxes to BERNARD CORNFELD, or any knowledge he may have concerning CORNFELD's possession of a blue box. [] advised that his business address is [] telephone number [].

[] advised that he first met CORNFELD during the latter part of 1971 or the early part of 1972. He met him through an individual by the name of [] whom he stated was []. He was advised by [] that CORNFELD could use someone to install a sound system in his residence at 1100 Carolyn Way, Beverly Hills, California.

[] stated that he met [] in a club on the strip, meaning the Sunset Strip, in Hollywood. They discussed what each was involved in and [] advised [] that he was involved in []. [] asked him if he knew about black boxes. [] advised [] that he did know about black boxes. [] advised that a black box is a device used on an individual's telephone that would enable the calling party to avoid toll charges. He advised that [] was very interested in these devices and approached him to make them.

[] advised that he was later contacted by [] and subsequently came to Los Angeles with a black box in his possession. He showed this black box to [] who wanted to know how much it would cost to make them in quantity and approached [] to make them. [] stated he could have his schematics and even the black box he had and get them produced himself but that [] did not want to produce them. However,

Interviewed on 6/21/76 at Los Angeles, California File #Los Angeles 87-40513-

195

by

SA []

LSP

Date dictated

6/22/76

2
LA 87-40513

[] did admit to making black boxes and blue boxes in the past.

[] also had an inventor who had invented numerous electronic devices, one of them being a toll guard system which was utilized on an individuals telephone to enable this individual to secure his telephone and thus not enable other individuals to make long distance phone calls. [] wanted to get financing for this system and therefore asked [] to assist him in approaching CORNFELD. [] was to act as a [] and would receive a fee if in fact they were able to receive backing. [] subsequently set up a meeting at CORNFELD's residence between [] CORNFELD, [] and [] inventor. [] stated he could not recall the inventor's name. He described him as being in his 40s. He also stated that he had a suitcase full of electronic gadgets that had locks on them so that you could not get into their inner workings.

This meeting with CORNFELD took place within one month after [] first met [].

After meeting CORNFELD, CORNFELD approached him to assist him in installing a sound system and other electronic projects at his house. [] stated that he did this and received approximately \$2,000 for his services in doing so.

[] advised that he was given a blue box by some hippie in the Whiskey A-Go-Go in Hollywood in order that he, [], could analyse it and see how it was made. [] took this blue box to [] residence where he showed it to [] and demonstrated it. However, he denied trying to talk [] into assisting him in talking CORNFELD into buying such a device. He advised that he has never shown or demonstrated a blue box to [] that he, [], had made.

Concerning [] approaching [] to make black boxes, [] offered [] \$100 each for 100 black boxes if he would manufacture them. [] stated that he refused to do so. However, he admitted

3
LA 87-40513

to making blue boxes and black boxes in the past and admitted to publishing literature on how to make them.

[] was asked if he had ever seen anyone in possession of a blue box at CORNFELD's residence. He stated that he has seen two individuals, [] (Last Name Unknown), and [] in possession of blue boxes at CORNFELD's. He advised that concerning [] possession of a blue box, she told him one day that she had one but it would not work. She then took him to her bedroom somewhere in the upper area of the house and showed him a blue box. He looked at it and suggested that she replace the batteries in view of the fact that they were corroded and he in fact cleaned the corrosion off of the contacts in the blue box. She replaced the batteries and stated it appeared to work now.

[] advised that concerning [] possession of a blue box at CORNFELD's, [] had previously shown him a blue box at [] office and wanted to know if [] could make them and how much it would cost to make a lot of them. [] stated that he gave him a figure of approximately \$20 a piece. Later, [] showed him a blue box in CORNFELD's residence. Present during this meeting was [] and other individuals. However, [] stated that CORNFELD was not in the room. CORNFELD stated that [] was wearing the blue box on his belt in a leather pouch. [] asked [] how much it would cost to make 100 thousand boxes.

[] was asked if he has ever talked to CORNFELD about blue boxes. He stated that he had referred to his conversation with [] about [] asking him if he could make 100 thousand blue boxes. He stated that he mentioned this to CORNFELD in CORNFELD's den. He stated that CORNFELD's reaction was one of being amuzed at the idea in view of the fact that CORNFELD laughed about it.

4
LA 87-40513

[] categorically denied ever furnishing CORNFELD with a blue box. This included either selling him one or giving him one. [] denied any knowledge of CORNFELD's use of a blue box and stated he had never showed CORNFELD how to use one. [] stated that he has never made a blue box for the purpose of selling it to CORNFELD.

[] advised that he last saw CORNFELD the evening of June 20, 1976, at which time he had dinner with him. He stated that the mention was made of the fact that he was to appear on June 21, 1976, to discuss the matter of blue boxes with the United States Attorney in Los Angeles. However, he denied that CORNFELD tried to influence him in any way. He also stated that CORNFELD had not financed him in any of his business dealings and that he does not owe CORNFELD any money.

When [] was first asked the question as to whether or not he had ever had a meeting with [] at [] residence in Los Angeles, he stated that he could have had but was not sure. Later on during this interview he stated that he did in fact meet [] at his residence and in fact demonstrated a blue box to [] at his residence.

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 7/2/76

[] was interviewed at [] concerning his employment with the Pacific Telephone and Telegraph Company in 1975 and notes that he had made concerning his contacts with BERNARD CORNFELD. [] reviewed a copy of telephone records reflecting his handwriting, which indicated that he had been in contact with CORNFELD concerning CORNFELD's telephone system at his house. CORNFELD had attempted to get the telephone company to install both business and residential service at 1100 Carolyn Way. The phone company had told him that he could not have both. When [] went to see CORNFELD about this matter, CORNFELD was very upset with the phone company because they would not do this, and he stated that if they did not he would consider getting his own telephone system. [] advised that by mixing business and residence service it would be cheaper for CORNFELD.

Interviewed on 6/29/76 at Beverly Hills, California File # Los Angeles
87-40513-196
by [] *enm* Date dictated 7/1/76

UNITED STATES GOVERNMENT

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

FROM : ADIC, NEW YORK (87-75490) (RUC)

SUBJECT: BERNARD CORNFELD;
FBW
(OO:LA)

DATE:

ReLA telephone call to SA [REDACTED]
dated 6/18/76.

A review of the Cole's Address Telephone Directory reflects that telephone number 212-427-5604 is listed to the D. Phinsee Furniture Store, 7 East 125th Street (Harlem), New York City.

Inasmuch as referenced Los Angeles telephone call to New York, 6/18/76, advised New York to discontinue the NYO is placing this case in an RUC status.

2- Los Angeles
1- New York

EAV:mej
(3)

87-40513-197

SEARCHED	INDEXED
SERIALIZED	FILED
17 JUL 2 1976	
[REDACTED] ANGELES	



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FBI/DOJ

F B I

Date: 7/7/76

18

Transmit the following in PLAINTEXT

(Type in plaintext or code)

Via TELETYPENITEL

(Precedence)

MAG CARD

TO DIRECTOR (87-135272)

PHOENIX

MBF

FROM LOS ANGELES (87-40513) (P)

BERNARD CORNFELD; FBW, OO: LOS ANGELES.

CORNFELD TRIAL SCHEDULED TO BEGIN JULY 13, 1976.

AUSA PAUL G. FLYNN HAS REQUESTED THAT TESTIMONY OF LAB
TECHNICIAN [REDACTED] OF THE CRYPTONALYSIS, GAMBLING
AND TRANSLATION SECTION OF THE LABORATORY AND WHO IS TO
TESTIFY TO HER TRANSLATING THE FRENCH WHICH WAS RECORDED
BY THE TELEPHONE COMPANY IN DEVELOPING THE BLUE BOX CASE.

AUSA FLYNN ALSO REQUESTED TESTIMONY OF SA [REDACTED]
CURRENTLY ASSIGNED TO SPECIAL IN PHOENIX, ARIZONA, WHO
CONDUCTED SEVERAL INTERVIEWS IN CAPTIONED CASE FELT PERTINENT
BY AUSA FLYNN.

b6
b7c

UACB, [REDACTED] AND SA [REDACTED] WILL BE ON
STAND-BY TO BE AVAILABLE TO TRAVEL TO LOS ANGELES THE WEEK
OF JULY 13, 1976. ~~AT THIS TIME~~ ^{Scheduled} AUSA FLYNN ADVISED FOR
THEM TO BE IN LOS ANGELES ON JULY 13, 1976, HOWEVER, IF
THEIR TESTIMONY ~~MAY BE~~ AT A LATER DATE, THEY WILL BE
TELEPHONICALLY CONTACTED AND ADVISED.

SEARCHED
INDEXED
SERIALIZED
FILED

END

CORRECTED TO

PX 733p

LLM/cks

(1)

Approved: **ASG/AR**

Special Agent in Charge

Sent **WA 605/p**

M

Per **Aut**

87-40513-198

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

TO : SAC, LOS ANGELES (87-40513)

DATE: 7/9/76

FROM : SUPERVISOR [REDACTED]

SUBJECT: BERNARD CORNFELD
FBW
OO: Los Angeles

On 7/9/76, Supervisor [REDACTED], Translation Unit, FBI Laboratory, advised that Laboratory Technician [REDACTED], who was to have appeared in United States District Court (USDC), Los Angeles, on 7/13/76, has been on extended Sick Leave and on the advice of her physician has been instructed not to travel. Supervisor [REDACTED] advised that Laboratory Technician [REDACTED] is scheduled to appear in USDC, Los Angeles, on 7/12/76, in lieu of [REDACTED]. [REDACTED] will depart Washington, D. C., via TWA, 8:00am, 7/12/76, and will arrive from Chicago on TWA Flight 117, arriving Los Angeles International Airport (LAX) 11:40am, 7/12/76. Supervisor [REDACTED] requested that motel or hotel accommodations be made for [REDACTED].

TES/lkp
(1) *lkp*



5010-110

87-40513-199

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUL 9 1976	
FBI-LOS ANGELES	

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

F B I

Date: 7/9/76

7

Transmit the following in PLAINTEXT
(Type in plaintext or code)

Via TELETYPE NITEL
(Priority)

TO: DIRECTOR, FBI (87-135272)

SAC, PHOENIX *RAD*

FROM: ADIC, LOS ANGELES (87-40513)

BERNARD CORNFELD, FBW, OO: LOS ANGELES.

RE LOS ANGELES TELETYPE TO THE BUREAU, DATED JULY 7,
1976, AND LOS ANGELES TELEPHONE CALLS TO THE BUREAU AND
PHOENIX, JULY 9, 1976.

CORNFELD TRIAL SCHEDULED TO BEGIN JULY 13, 1976,
CONTINUED TO UNKNOWN DATE. BUREAU REQUESTED TO ADVISE
LABORATORY TECHNICIAN [REDACTED], WHO WAS TO APPEAR
AT LOS ANGELES IN LIEU OF LABORATORY TECHNICIAN [REDACTED]
[REDACTED] APPEARANCE AT LOS ANGELES NOT NECESSARY ON
JULY 13, 1976.

PHOENIX ADVISE SA [REDACTED] APPEARANCE AT
LOS ANGELES UNNECESSARY.

87-40513-200

BUREAU AND PHOENIX WILL BE APPRISED OF FUTURE
TRIAL DATE WHEN KNOWN.

END

TES/lkp
(1) *[Signature]*

WA 443/p

Approved: *#188 [Signature]*
Special Agent in Charge

Sent *9:55/p* M Per *[Signature]*

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 7/22/76

FROM : SUPERVISOR [REDACTED]

SUBJECT: BERNARD CORNFELD
FBW
OO: Los Angeles

On 7/22/76, SA [REDACTED], FBI Laboratory, telephonically advised that the Laboratory had located exhibits previously submitted by Los Angeles and designated as K1 and K2. SA [REDACTED] advised that these exhibits would be forwarded to Los Angeles Registered Mail on 7/23/76.

TES/jah
(2)



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-201

SEARCHED	INDEXED
SERIALIZED	FILED
JUL 22 1976	
FBI - LOS ANGELES	

info

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 6/18/76

[redacted], born on [redacted], was interviewed at the Office of the United States Attorney, Los Angeles, California, 312 North Spring, concerning his knowledge of blue boxes at BERNARD CORNFELD's residence, 1100 Carolyn Way, Beverly Hills, California. Present during this interview was Assistant United States Attorney (AUSA) PAUL FLYNN and THOMAS NOLAN.

[redacted] advised that during June 1974, he was passing through the den area near the secretary's desk in BERNARD CORNFELD's residence where he observed BERNARD CORNFELD, [redacted] and [redacted] and two other individuals whom he does not recall having a discussion. He overheard something in this discussion that made him think that they were talking about a device to make free telephone calls. He stated that he approached CORNFELD upon hearing whatever it was they were saying and telling him something to the effect that if he had a black box as he called it in the house that he was crazy and should get rid of it. A black box to [redacted] means a device used to place toll free long distance telephone calls. [redacted] stated that it may have been the publicity received concerning IKE and TINA TURNER's arrest for blue boxes that may have prompted him to make such a reply to CORNFELD.

[redacted] was shown the following group of photographs:

1. [redacted]
2. [redacted]
3. [redacted]
4. [redacted]
5. Unknown white male
6. [redacted]

Interviewed on 6/17/76 at Los Angeles, California File # Los Angeles 87-40513-202
by SA [redacted] LSP Date dictated 6/18/76

2
LA 87-40513

[] positively identified the photograph of [] as being the individual that he saw at CORNFELD's who was installing the stereo system. This is also the individual that he believed to be from San Francisco.

[] was shown the following group of photographs:

1. []
2. []
3. []
4. Unknown white male, Los Angeles
Police Department number []
5. []
6. Unknown white male, Los Angeles
Police Department number []

[] identified the photograph of [] as an individual known to him as [] who used to hang around []. He recalls [] telling him that [] had been arrested for stolen airline tickets and he recall [] saying that he, [], was to go to prison.

[] was asked if he recalled a young girl by the name of [] staying at CORNFELD's and was asked if so if he had ever had any sex relationship with her. He stated he recalled [] but stated that he had never had sex relationships with her. He stated that he, [], and [] were in one of the rooms and [] asked to come in one evening. He stated that he was afraid CORNFELD would think that he was having an affair or sex orgy with these three girls and therefore did not let her in. He heard later that CORNFELD had molested [] and it scared [] and [] to the point that they snuck out the next morning.

[] stated that he has not talked to CORNFELD since shortly after CORNFELD's birthday in 1974.

[] stated that he knows [] and that [] would frequent CORNFELD's. [] was going

3
LA 87-40513

with an individual by the name of [] at the time who was a tall slender woman. He does not know what [] relationship with CORNFELD was.

[] advised that he may go to his home in Ohio and can be reached at the following address:

[]
[]
telephone []

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/...

b6
b7c

FBI

Date: 7/29/76

Transmit the following in PLAINTEXT
(Type in plaintext or code)Via TELETYPE NITEL
(Precedence)**MAG. CARD**

TO: DIRECTOR (87-135272)

FROM: LOS ANGELES (87-40513)

ATTN: FBI LABORATORY, CRYPTANALYSIS TRANSLATION AND
GAMBLING SECTION

BERNARD CORNFELD; FBW; OO: LOS ANGELES.

RE LOS ANGELES NITEL TO BUREAU, JULY 9, 1976.

ON JULY 28, 1976, AUSA PAUL G. FLYNN ADVISED CORNFELD'S
TRIAL BEGIN AUGUST 3, 1976. HE REQUESTED TESTIMONY OF
LABORATORY TECHNICIAN APPEAR IN LOS ANGELES
AUGUST 2, 1976, TO BE AVAILABLE MORNING OF AUGUST 3, 1976.
END

LEM/tsm
(1)

SEARCHED
INDEXED
SERIALIZED
FILED

Approved: REB/8/13

Special Agent in Charge

Sent 12³⁰ P

M

Per GRR

87-40513-203

(Mount Clipping in Space Below)

Illegal Calls By Cornfeld To

Trusted employees of international financier Bernard Cornfeld were ordered by him to use "blue boxes" in making hundreds of unbilled overseas telephone calls, a federal jury has been told here.

Asst. U.S. Atty. Paul Flynn said in an opening argument yesterday that Cornfeld was responsible for illegal calls made by his secretaries, and testimony will show that blue-box devices were used to bypass long-distance billing systems.

Cornfeld, former head of a giant mutual investment fund, was indicted last year on three counts of defrauding Pacific Telephone Co. by making unpaid overseas calls during 1974-75.

Following selection of a jury in the court of U.S. Dist. Court Judge Matt Byrne, Flynn said witnesses and evidence including bank records and telephone bills will demonstrate that at least 340 free calls were made from Cornfeld's Beverly Hills home to London and Geneva.

Up to \$1,000 a month may have been involved in the unbilled calls, authorities said at the time the indictment was returned.

FBI agents seized two blue boxes from third-floor bedrooms at Cornfeld's house in Jan. 1975, Flynn told.

(Indicate page, name of newspaper, city and state.)

A-3 HERALD EXAMINER
LOS ANGELES, CA

Date: 8/4/76
Edition: Wednesday Latest
Author:
Editor: Donald Goodenow
Title: BERNARD CORNFELD

Character: FRAUD BY WIRE
or

Classification:
Submitting Office:

Los Angeles
☐ Being Investigated

SEARCHED	INDEXED
SERIALIZED	FILED
18 AUG 4 1976	
FBI - LOS ANGELES	

87-40513-204

F B I

Date: 8/2/76

15

Transmit the following in PLAINTEXT
(Type in plaintext or code)Via TELETYPE NITEL
(Priority)

TO PHOENIX MBF
FROM LOS ANGELES (87-40513)
BERNARD CORNFELD; FBW, OO: LOS ANGELES.

ON AUGUST 2, 1976, AUSA PAUL G. FLYNN, LOS
ANGELES, ADVISED CORNFELD'S TRIAL COMMENCING AUGUST 3,
1976, AT 9:00 A.M. AUSA FLYNN REQUESTED TESTIMONY OF
SA [REDACTED] FOR TRIAL.

UACB, SA [REDACTED] IS TO BE AVAILABLE FOR
TRIAL TESTIMONY 9:00 A.M., AUGUST 3, 1976, AT LOS
ANGELES, CALIFORNIA.

87-40513
LLM/bab
(1) bab

87-40513-205
SEARCHED —
INDEXED —
SERIALIZED —
FILED —

Approved: #18 JH

Special Agent in Charge

Sent 1026 P

M

Per RLD

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, LOS ANGELES (87-40513) (P)

DATE: 8/5/76

FROM : SUPERVISOR [REDACTED]

SUBJECT: BERNARD CORNFELD

FBW

OO: Los Angeles

Supervisor [REDACTED], FBIHQ, was telephonically advised on 8/2/76, that Assistant U. S. Attorney (AUSA) PAUL G. FLYNN, Los Angeles, California, stated that [REDACTED] was not a necessary witness at this time and that he would place her on call should her testimony be subsequently needed during the course of the trial. Supervisor [REDACTED] was requested to advise Laboratory Technician [REDACTED] not to proceed to Los Angeles on 8/2/76.

87-40513-206

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
AUG 5 1976	
FBI-LOS ANGELES	

TES/jah
(2)

jah



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FBI

Transmit in _____ Via Airtel
(Type in plaintext or code)

(Priority)

7/23/76

(Date)

To: SAC, Los Angeles (87-40513)

Attention: SA [REDACTED]

From: Director, FBI (87-135272)

Re: BERNARD CORNFELD,
ITSP - FBW

Reference Los Angeles teletype June 7, 1976

The original specimens K1 and K2 are returned
herewith.

Enclosures (2)

(This line for LEFT MARGIN.)

(Do not type BEYOND THIS MARGIN.)

(Do not type below this line.)

*See 1a 20
1a 17*

87-40513-207

SEARCHED	INDEXED
SERIALIZED	FILED
18 JUL 26 1976	
FBI - LOS ANGELES	

u/c

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 8/2/76

SA [] FBI, Los Angeles, California,
advised as follows:

On July 29, 1976, SA [] contacted []
[] Office of Tax Collector, 225
South Hill Street, Los Angeles, California, Telephone []
[] provided SA [] with a statement of
taxes owned on the property known as Tract 18463, Lot 3,
better known as 1100 Carolyn Way, Beverly Hills, California.
This statement indicated that this property was sold to the
State of California in 1975 for \$6,669.36 as a result of a
property tax delinquency of 1974. The statement also
indicates that the property taxes of 1975 are also delinquent.
The total amount owed on this property is \$21,628.45 as
of August 1, 1976.

On July 29, 1976, SA [] ascertained from
the records of the Los Angeles County Recorder that the
aforementioned property was deeded to Grayhall Incorporated,
46 []
Los Angeles, California. This deed is to Grayhall Incor-
porated from [] dated March 12, 1971. SA []
obtained a certified copy of this deed from the Los Angeles
County Recorder.

Interviewed on 7/29/76 at Los Angeles, California File # Los Angeles 87-40513-208
by SA [] /ljh Date dictated 7/29/76

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Illegal Phone Calls Described For Jury

By City News Services

"Trusted secretaries" who lived at the Beverly Hills mansion of millionaire financier Bernard (Bernie) Cornfeld made hundreds of overseas telephone calls using two electronic "blue box" devices, the government told a federal court jury Tuesday in Los Angeles.

The accusation was made as Asst. U.S. Atty. Paul Flynn outlined the government case against Cornfeld on the first day of his trial on a three-count indictment of defrauding Pacific Telephone Co. with the devices.

A seven-man, five-woman jury was impaneled in the courtroom of U.S. District Judge Matt Byrne. The case is expected to last about three days.

Flynn told the jury that an investigator for Pacific Telephone will testify that the calls were placed from the Cornfeld residence at 1100 Carolyn Way in Beverly Hills.

The calls were dialed to the number of the Fairmont Hotel in San Francisco, he said, and then a blue box used to "seize" the line before it could be answered at the hotel.

As a result, the billing would reflect calls to San Francisco, rather than to London, Geneva, or other European cities, the prosecutor said.

Later, Flynn continued, Cornfeld learned from another woman who lived in the house that the blue box could seize the line from a toll-free "800" area code destination.

(Indicate page, name of newspaper, city and state.)

P-22 EVENING OUTLOOK
SANTA MONICA, CA

Date: 8/4/76
Edition: 3 Star
Author:
Editor: Robert D. Funk
Title: BERNARD
CORNFIELD

Character:
or ITSP

Classification: LA-87-40513*
Submitting Office: Los Angeles
☐ Being Investigated

87-40513-209

SEARCHED	INDEXED
SERIALIZED	FILED
18 AUG 1976	
FBI - LOS ANGELES	

The technique ^{us} to place 288 calls through San Francisco and 55 through the "800" number used by the Sheraton Hotel chain, Flynn asserted.

Flynn said that Cornfeld's "trusted secretary," Rebecca Borlin, who lived at the residence from December, 1971, until January, 1975, placed many of the calls at Cornfeld's direction.

Flynn said two other secretaries would testify to being concerned about the "blue boxes," which were kept in the mansion's third-floor bedrooms.

The government will play tape recordings of calls made from the residence, Flynn told the jurors.

The 47-year-old millionaire became a highly publicized figure after his Investors Overseas Services (IOS) first blossomed as a sensational mutual fund and then plunged into a set of troubles.

(Mount Clipping in Space Below)

Cornfeld Defended In Illegal Calls

International financier Bernard Cornfeld had nothing to do with the use of illegal "blue boxes" on telephones in his Beverly Hills mansion, his attorney has told jurors in federal court here.

So many people were coming and going at Cornfeld's home that it was impossible "to police the premises and keep track of what everybody was doing," defense attorney Roger Cossack said yesterday.

Cornfeld is on trial before U.S. Dist. Court Judge Matt Byrne on charges of defrauding Pacific Telephone Co. by making hundreds of free overseas calls.

The blue boxes, used to pass by the telephone company's billing system, never were personally used by Cornfeld, and he never ordered anyone else to use them on his behalf, Cossack said.

Friends and other employees at the Cornfeld home will testify they made calls without the blue boxes, Cossack said.

The estate on Carolyn Way has 35 telephones, "from the pool to the cellar," Cossack said. Since the house is often full of persons, the blue boxes seized there last year by FBI agents must have been used by other persons, he said.

The first government witness, William B. Chaney, a telephone company investigator, testified special devices detected blue boxes on telephones at the Cornfeld residence.

The two blue boxes seized January 28, 1975, were introduced as government exhibits.

(Indicate page, name of newspaper, city and state.)

A-5 HERALD EXAMINER
LOS ANGELES, CA

Date: 8/5/76
Edition: Thursday Latest
Author:
Editor: Donald Goodenow
Title: BERNARD
CORNFIELD

Character:
or FRAUD BY WIRE

Classification: LA-87-40513*
Submitting Office:

Los Angeles
☐ Being Investigated

210

87-40513-

SEARCHED	INDEXED
SERIALIZED	FILED
18 AUG 09 1976	
FBI - LOS ANGELES	

(Mount Clipping in Space Below)

Cornfeld Trial Livened By Female Witnesses

By United Press International

The girls from Bernie's place in Beverly Hills livened up U.S. district court Thursday.

Former employes of financier Bernard Cornfeld told his trial how "blue boxes" were used in his mansion to make free telephone calls to Europe.

They also gave glimpses of life at the Cornfeld Grey Hall manor, startled the judge by whispering and giggling with the jurors, called the prosecutors by their first names and drew rebukes from the bench.

Cornfeld is charged with three counts of defrauding the telephone company by causing others to use the blue box devices to make more than 300 calls to London, Geneva and other European cities.

Seven witnesses, mostly women who worked for Cornfeld, testified two devices were kept at the mansion and frequently used. But all agreed they never saw Cornfeld present when they were used.

Judge Matt Byrne noticed with alarm, during a conference with attorneys at the bench, that Rebecca Borland was giggling and joking with a male juror. Seeing the juror yawn, she wagged her finger at him and whispered, laughing.

After satisfying himself they were not talking about the trial the judge admonished the jury to keep aloof from the witnesses.

Miss Borland testified she lived at Cornfeld's mansion for three years, receiving \$100 a week as house manager, and made many calls with the boxes, as she had been instructed by one of Cornfeld's secretaries.

She said she kept them in her bedroom on the third floor because "you shouldn't leave anything valuable on the first floor," noting that "groups of people" come and go, day and night, from the 30 or 40 rooms on the lower two floors.

(Indicate page, name of newspaper, city and state.)

P-12 EVENING OUTLOOK
SANTA MONICA, CA

Date: 8/6/76
Edition: 3 Star
Author:
Editor: Robert D. Funk
Title:

Character:
or

Classification:

Submitting Office:

Los Angeles
☐ Being Investigated

87-40513-21

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
18 AUG 9 1976	
FBI - LOS ANGELES	

Vickie Morgan Carson, who called the prosecutors "Paul" and "Tom," testified she lived in the house during the summer of 1974 and had warned Cornfeld "he was letting too many people know about the boxes ... he was going to get into trouble."

Marilyn Levy, Cornfeld's mother's nurse, testified she was sent to buy a certain type of battery, which the prosecution says was for the blue boxes, and angered Cornfeld by coming back three times with the wrong kind.

"He said I was stupid," she said, and was "holding up business calls."

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/clb

10
8-17

(Mount Clipping in Space Below)

Financier Cornfeld Guilty Of Cheating Phone Company

By AL BOCK

Herald-Examiner Staff Writer

International financier Bernard Cornfeld has been convicted by a federal jury here on charges of cheating the telephone company by using "blue boxes" to make illegal overseas telephone calls.

The jury returned a guilty verdict yesterday following a five-day trial. Cornfeld, 48, was indicted more than a year ago on three counts of defrauding the Pacific Telephone Co. by being responsible for the placement of at least 340 long-distance calls without paying for them.

Cornfeld said he intends to appeal the conviction.

FBI agents seized two blue boxes at Cornfeld's Beverly Hills mansion in January, 1975. He was indicted later on charges of defrauding the company by making calls during 1974 and 1975, using the devices to bypass the company's billing systems.

Although Cornfeld did not testify himself, several of his friends and associates, including ex-playboy "bunnies," were called as witnesses and insisted he had nothing to do with any illegal telephone calls.

Cornfeld insisted there are frequently so many guests at his home on Carolyn Way that it is impossible to keep track of what they are all doing. There are 35 telephones in the house, and his attorneys argued employees used the blue boxes without Cornfeld's knowledge.

U.S. Dist. Judge Matt Byrne scheduled Sept. 27 for sentencing.

Cornfeld faces up to 15 years in prison and fines totalling \$3,000.

(Indicate page, name of newspaper, city and state.)

A-3 HERALD EXAMINER
LOS ANGELES, CA

Date: 8/14/76
Edition: Saturday Latest
Author: Al Bock
Editor: Donald Goodenow
Title: BERNARD
CORNFELD

Character:
or ITSP

Classification: LA-87-40513*
Submitting Office: Los Angeles
☐ Being Investigated

SEARCHED	INDEXED
SERIALIZED	FILED
AUG 10 1976	
LOS ANGELES	

87-40513-212
ORIGINAL TO THE BUREAU

The telephone company may have lost up to \$1,000 a month because of unbilled calls over the period of five months or more, officials claimed at the time the indictment was returned.

Government witnesses, including former employees of Cornfeld, testified they were ordered by the millionaire to place calls using the illegal devices. They said he expressed concern about the high cost of his monthly phone bills.

Asst. U.S. Atty. Paul G. Flynn, who prosecuted the case with Asst. U.S. Atty. Thomas J. Nolan, told jurors Cornfeld is "a clever individual who used people to protect his own criminal activities."

P80
8-17b6
b7C

(Mount Clipping in Space Below)

Cornfeld Guilty of Phone Fraud

BY ED MEAGHER

Times Staff Writer

Bernard Cornfeld, wealthy former head of an international mutual fund empire, Friday was convicted by a federal District Court jury of defrauding a telephone company out of a few thousand dollars in overseas toll charges.

Cornfeld, who had no comment on the verdict except to say he would appeal it, could be sentenced to a maximum prison term of 15 years and fined \$3,000.

U.S. Dist. Judge Matt Byrne said he would sentence Cornfeld Sept. 27. He continued the defendant's bail of

(Indicate page, name of newspaper, city and state.)

II-1 LOS ANGELES
TIMES
LOS ANGELES, CA

Date: 8/14/76
Edition: Saturday Final
Author: Ed Meagher
Editor: William Thomas
Title: BERNARD
CORNFELD

Character:
or ITSP

Classification: LA-87-40513*
Submitting Office: Los Angeles
☐ Being Investigated

SEARCHED	INDEXED
SERIALIZED	FILED
18 AUG 16 1976	
FLES	

me Kar

87-40513-213

\$10,000.

Cornfeld was convicted on all three counts of an indictment alleging that he carried out a scheme to defraud the Pacific Telephone Co. by using a "blue box," an electronic device, to place 344 overseas telephone calls.

The device, testimony revealed, duplicates tones and signals of the telephone system, enabling the caller to place calls to overseas numbers without the calls being picked up by the company's billing equipment.

Cornfeld is the former board chairman and president of the multimillion-dollar Investors Overseas Service. He maintains homes in Beverly Hills, London, and Geneva, Switzerland.

In January, 1975, FBI agents raided Cornfeld's mansion at 1100 Carolyn Way, Beverly Hills, and seized two blue boxes on the premises.

Cornfeld did not take the witness stand during the trial.

In his defense, Cornfeld's lawyers did not contest the presence of the blue boxes in the home but argued that Cornfeld had no knowledge that they were being used by his secretaries.

Government witnesses, however, including a number of Cornfeld's former employes, testified to the contrary.

The illegal calls were placed to London, Geneva and other European locations during a six-month period from July, 1974, through January, 1975, according to testimony.

The telephone company losses were estimated at approximately \$1,000 a month, government lawyers said.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

DIRECTOR, FBI

8/16/76

h ADIC, LOS ANGELES (87-40513)

BERNARD CORNFELD

FBW

OO: Los Angeles

On 8/13/76, a jury in United States District Court, Los Angeles, California returned a guilty verdict against CORNFELD on three counts of Fraud By Wire in violation of Title 18, United States Code, Section 1343. United States District Judge WILLIAM MATTHEW BYRNE, JR. set sentencing for 9/27/76.

LEAD

LOS ANGELES

AT LOS ANGELES, CALIFORNIA: Will follow and report sentencing of CORNFELD.

2 - Bureau
2 - Los Angeles

LLM/vmk
(4)

SEARCHED

INDEXED

SERIALIZED

FILED



h
87-40513-214

~~CONFIDENTIAL~~

DATE: 08-21-2007
CLASSIFIED BY AUC 60324/BAW/STP/cld
DECLASSIFY ON: 25X 3.3(1 and 6)
08-21-2032

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE

~~CONFIDENTIAL~~

HQ00679 2572110Z

RR LA

DE HQ 0014

R 131906Z SEP 76

FM DIRECTOR

TO LOS ANGELES (87-40513) ROUTINE

BT

CLEAR

BERNARD CORNFELD; FBW

ON SEPTEMBER 13, 1976, LEGAT, BERN ADVISED THE FOLLOWING:

(C) REBERCAB JUNE 17, 1976.

BT

~~CONFIDENTIAL~~

CLASS. BY 259
EXEMPTION CATEGORY 1
XGDS2, INDEFINITE
Jory 1 6/7/10 Jf

87-40513-215

SEARCHED	INDEXED
SERIALIZED	FILED
22 1976	
FBI-LOS ANGELES	

b6
b7C

~~CONFIDENTIAL~~

See LATT to
Bur 9/13/76 JH

F B I

Date: 9/13/76

16

Transmit the following in CLEAR
(Type in plaintext or code)Via TELETYPE ROUTINE
(Precedence)

FM LOS ANGELES (87-40513)
TO BUREAU (87-135272) ROUTINE
BT
CLEAR

~~CONFIDENTIAL~~

BERNARD CORNFELD, FBW, OO: LOS ANGELES.

REBUTEL TO LOS ANGELES SEPTEMBER 13, 1976, AND LOS ANGELES
LETTER TO THE BUREAU DATED AUGUST 16, 1976.

ON AUGUST 13, 1976, SUBJECT CORNFELD FOUND GUILTY BY JURY
IN U. S. DISTRICT COURT, LOS ANGELES, CALIFORNIA, ON THREE COUNTS
VIOLATION TITLE 18, SECTION 1343, U. S. CODE - FRAUD BY WIRE.
CORNFELD TO BE SENTENCED IN U. S. DISTRICT COURT, LOS ANGELES,
SEPTEMBER 27, 1976.

BUREAU AND LEGAT, BERN WILL BE PROMPTLY ADVISED OF SUB-
JECT'S SENTENCE. ~~(U)~~

BUREAU REQUESTED TO FURNISH ABOVE TO LEGAT, BERN. ~~(U)~~

BT

~~CONFIDENTIAL~~

CLASS. BY 1239 XGDS2 INDEFINITE
EXEMPTION CATEGORY 1 6/17/78

87-40513-2k
ml

TES/jah
(1)

Approved: *[Signature]*
Special Agent in Charge

Sent

559 PM

Per

[Signature]

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

TO : SAC, LOS ANGELES ([REDACTED]) (P)

DATE: 6/9/75

b2
b7D

FROM : SA [REDACTED]

b6
b7C

SUBJECT: [REDACTED]

b2
b7D

On 5/29/75, the target was met in the vicinity
of [REDACTED]

[REDACTED]
ET AL
ECT
LA 179-670

b6
b7C

Target advised that prior to the raid by the
Federal Bureau of Investigation (FBI) in the above
captioned matter, which occurred on 5/24/75, he had a
conversation with [REDACTED] concerning [REDACTED]
[REDACTED] Target has determined
that the [REDACTED] is identical to [REDACTED]
[REDACTED]
[REDACTED]

Target advised that he has heard [REDACTED] talk
about [REDACTED] on numerous occasions and [REDACTED]
has said that he has had a long association with her in
regards to [REDACTED]
[REDACTED] mentioned one particular situation which occurred
around [REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

b6
b7C
b7D

1 - 179-670 [REDACTED] (SA [REDACTED])
1 - 7-1627 (HEARNAP) (SA [REDACTED])
1 - 87-40513 (CORNFIELD) (SA [REDACTED])

LWL/lkp
(5) [REDACTED]
5010-110

SEARCHED	INDEXED
SERIALIZED	FILED
21 JUN 10 1975	
ELES	

b6
b7C

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-217

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription 7/2/76

[redacted] was interviewed at the Office of Assistant United States Attorney PAUL FLYNN. Also present was THOMAS NOLAN, Assistant United States Attorney (AUSA). [redacted] was interviewed concerning her knowledge of BERNARD CORNFELD's possessing blue boxes at his residence, 1100 Carolyn Way, Beverly Hills, California.

[redacted] advised that she is self-employed and was born in [redacted].

She advised that sometime during her stay at CORNFELD's residence, 1100 Carolyn Way, Beverly Hills, California, she had occasion to be in his bedroom when he had just completed a telephone call from what she recalled was Switzerland. After hanging up from this phone call he picked up the phone again and contacted [redacted] and asked her why she had not reached a number and whether or not she knew how to work that damn thing. [redacted] stated that [redacted] made some statement in reply to the effect that she could not seize the line. [redacted] could not recall why she recalled her making that statement but stated that she did. She stated that this was after July, 1974.

[redacted] advised that earlier in the day, prior to her being in CORNFELD's bedroom, she had been in [redacted] room and had seen [redacted] with a blue box. She stated that she told [redacted] at that time that it was an illegal device. [redacted] asked [redacted] if she knew that the blue boxes were there and [redacted] stated yes she did. [redacted] stated something to the effect that she was glad that [redacted] already knew because BERNIE would be very upset if he thought [redacted] had told her.

[redacted] stated that on another occasion she was flying to New York with CORNFELD ON [redacted] plane. She saw an article in a paper about IKE TURNER being arrested for blue boxes. She showed it to CORNFELD and his reply was a smile and shrug of his shoulders. [redacted] stated this was after the incident in the bedroom.

Interviewed on 6/29/76 at Los Angeles, California File # Los Angeles
87-40513 - 218

by SA [redacted]/enm Date dictated 7/1/76

2
LA 87-40513

[redacted] advised that she left CORNFELD's residence because she had been requested by CORNFELD to [redacted] and as it turned out she felt more like she was pimping for him rather than [redacted] [redacted] and decided to leave. She was also assaulted physically by CORNFELD to the point that they had to call a doctor. She stated that she has [redacted]
[redacted]

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/clld

b6
b7c

(Mount Clipping in Space Below)

Financier Jailed For Phone Gyp

By AL BOCK

Herald Examiner Staff Writer

International financier Bernard Cornfeld has been sentenced to three months in jail and fined \$3,000 in federal court here following his conviction on charges of using illegal "blue boxes" to make overseas telephone calls without paying for them.

U.S. Dist. Judge Matt Byrne yesterday described the action as being comparable to "larceny." The judge imposed the maximum fine possible under the laws, but Cornfeld could have been sentenced to a total of 15 years in prison.

Cornfeld, 48, was indicted more than a year ago on three counts of defrauding Pacific Telephone Co. by being responsible for placing at least 340 long distance calls by using the "blue box" electronic devices, which bypass the telephone company's automatic billing system.

A jury in Byrne's court found Cornfeld guilty last August of all three counts of the indictment.

Cornfeld has insisted on his innocence and told Byrne he was unaware of the use of the "blue boxes" in his Beverly Hills mansion.

He pleaded the conviction itself was enough punishment and asked the judge to withhold any jail sentence.

Assist. U.S. Atty. Paul G. Flynn said at least a year in prison would have a deterrent effect on others who might wish to cheat the telephone company.

(Indicate page, name of newspaper, city and state.)

A-3 HERALD EXAMINER
LOS ANGELES, CA

Date: 10/1/76
Edition: Friday Latest
Author: Al Bock
Editor: Donald Goodenow
Title: BERNARD CORNFELD

Character:
or ITSP

Classification:
Submitting Office: 40513*
Los Angeles
☐ Being Investigated

87-40513-220

SEARCHED	INDEXED
SERIALIZED	FILED
18	1976
FBI - LOS ANGELES	

ORIGINAL TO THE BUREAU

Commenting on previous cases that have resulted in modest fines and probation, Byrne said Cornfeld's case merited at least some time in jail.

"It seems incredible that persons of substantial means undertake this type of fraud," Byrne said.

b6
b7c

(Mount Clipping in Space Below)

Financier Sentenced to 90 Days in Phone Fraud Case

BY ROBERT RAWITCH
Times Staff Writer

Bernard Cornfeld, former head of an international mutual fund empire, was sentenced to 90 days in jail Thursday on charges of defrauding Pacific Telephone Co. out of an estimated \$7,000 in overseas toll charges.

Expressing bewilderment why a man of Cornfeld's wealth would take part in such a scheme, U.S. Dist. Judge Matt Byrne indicated that the jail term imposed on Cornfeld was in part aimed at serving as a deterrent to others considering such fraudulent actions.

Cornfeld, who once headed the now defunct Investors Overseas Services, was convicted Aug. 13 on three counts of wire fraud stemming from the use of two illegal "blue boxes" to make 344 overseas phone calls.

Prior to sentencing Cornfeld to the jail term, a \$3,000 fine and four-year's probation, Byrne engaged in an extended colloquy with Roger L. Cossack, the 48-year-old financier's attorney, and assistant U.S. Atty. Paul G. Flynn over the deterrent value of incarceration in Cornfeld's case.

Noting that convictions for use of blue boxes seldom bring any time in jail for first-time offenders, Cossack asked Byrne not to make an example of Cornfeld just because he was wealthy and well known.

Flynn, countering that the use of the illegal devices to bypass telephone company billing equipment had reached "epidemic stages," called for a sentence of "at least a year in prison" to serve as a deterrent to others.

The phone company estimates it loses at least \$1 million, and possibly as much as \$10 million to \$20 million annually through the use of illegal devices, Flynn told the court.

Cossack repeatedly emphasized that Cornfeld had suffered enough from the humiliation of indictment and conviction, actions that will severely hinder him in any future dealings within the financial community.

(Indicate page, name of newspaper, city and state.)

II-1 LOS ANGELES
TIMES
LOS ANGELES, CA

Date: 10/1/76
Edition: Friday Final
Author: Robert Rawitch
Editor: William Thomas
Title: BERNARD CORNFELD

Character:
or ISTEP

Classification:
Submitting Office: LA-87-40513*
Los Angeles
☐ Being Investigated

SEARCHED	INDEXED
SERIALIZED	FILED
OCT 1 1976	
FBI - LOS ANGELES	

87-40513-221

The judge, however, expressed concern that if Cornfeld was not sentenced to some time in jail there would be no effective deterrent to make other potential violators think twice before attaching the inexpensively made devices to their telephones.

At one point, Byrne discounted the fact that jail terms usually are not given out for blue box cases, noting that possibly that is why there has been an increase in such crimes.

For his part, Cornfeld, at times speaking in a shaky and halting man-

ner, continued to insist that he had not bought the devices, had not personally used them during the six-month period in question in 1974-1975 and had not instructed others to use them.

He did not testify at the trial, but secretaries who worked for him, some of whom were granted immunity from prosecution, testified they were ordered by Cornfeld to use the blue boxes for long-distance calls.

Upon leaving the courtroom, Cornfeld said he was "stunned" when Byrne pronounced the sentence but added that it was "only the first round" of his battle.

Cocounsel Richard H. Kirschner immediately filed a notice of appeal of the jury verdict and Cornfeld will remain free on a \$10,000 bond until all appeals are exhausted, which could be more than a year.

11000 Wilshire Boulevard
Los Angeles, California 90024
October 15, 1976

87-40513

Mr. William D. Keller
United States Attorney
U. S. Department of Justice
U. S. Courthouse, Room 1269
Los Angeles, California 90012

Dear Mr. Keller:

The outstanding work of your Assistants Paul G. Flynn and Thomas J. Nolan in the prosecution of Bernard Cornfeld in United States District Court, Los Angeles, California, was recently brought to my attention. This case involved the use by certain individuals who frequented the Cornfeld residence of a "blue box" device to circumvent long-distance telephone call charges. Generally, such a case is not of great consequence; however, in this instance, the fraud was perpetrated by an individual who is perhaps internationally known because of his questionable financial practices and one who has been convicted abroad in connection with his financial activities. While the evidence developed did not directly link Cornfeld with the actual placing of calls by using a "blue box", evidence was obtained to show that such "blue box" calls were made with his knowledge and consent. This case was further complicated by the fact that the various witnesses to these illegal telephone calls were individuals who were indebted to Cornfeld in varying degrees and whose testimony was given only reluctantly.

The efforts of Assistant United States Attorneys Flynn and Nolan to achieve the conviction by jury under such difficult circumstances certainly warrants their commendation.

87-40513-222

SEARCHED
INDEXED
SERIALIZED
FILED

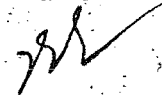
3 - Addressee
1 - Los Angeles (87-40513) (P)

TES/jah
(4)

b6
b7c

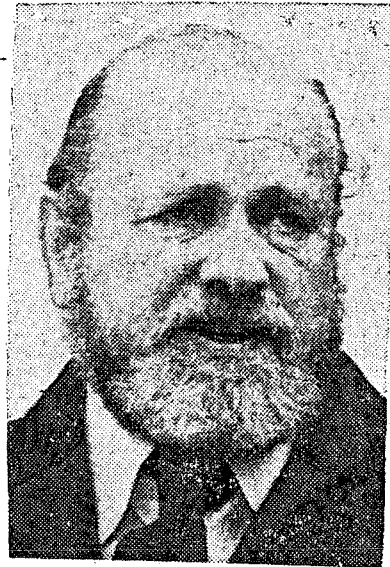
I would appreciate it if you would pass on to Assistant United States Attorneys Flynn and Nolan my thanks for a job well done.

Very truly yours,



ROBERT E. GEBHARDT
Assistant Director in Charge

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld



Bernard Cornfeld

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE LOS ANGELES	OFFICE OF ORIGIN LOS ANGELES	DATE 10/13/76	INVESTIGATIVE PERIOD 8/5/76 - 9/30/76
TITLE OF CASE BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 100px; height: 15px;"></div>	TYPED BY llp/jah
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE ITSP - FBW	

REFERENCE: Los Angeles letter to the Bureau dated 8/16/76.

ADMINISTRATIVE

Final Disposition Report (R-84) regarding subject sent to the Identification Division.

This case is being placed in a pending inactive status by Los Angeles awaiting results of CORNFELD's appeal. AUSA PAUL G. FLYNN advised CORNFELD was appealing his conviction.

SEARCHED
INDEXED
SERIALIZED
FILED

ACCOMPLISHMENTS CLAIMED						<input type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	PRETRIAL DIVERSION	FUG.	FINES	SAVINGS	RECOVERIES			
1-LA			\$3,000		\$7,000			PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		87-40513-	223
1 - Bureau (87-135272) 1 - USA, Los Angeles (ATTN: AUSA PAUL G. FLYNN) 2 - San Francisco (87-35982) 1 - Los Angeles (87-40513)		<div style="border: 1px solid black; width: 150px; height: 40px;"></div>	

Dissemination Record of Attached Report				Notations	
Agency				Accomplishments	
Request Recd.				Convictions	
Date Fwd.				F. & R	
How Fwd.				F. & R	
By				App. OS	
				C. Agent	

- ADJ. SUPERVISOR
COVER PAGE

LA 87-40513

LEAD

SAN FRANCISCO

AT SAN FRANCISCO, CALIFORNIA: Will follow and
report results of CORNFELD's appeal.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Los Angeles (ATTN: AUSA PAUL G. FLYNN)

Report of:

Office: Los Angeles, California

Date:

10/13/76

Field Office File #:

87-40513

Bureau File #: 87-135272

Title:

BERNARD CORNFELD

b6
b7C

Character:

INTERSTATE TRANSPORTATION OF STOLEN PROPERTY -
FRAUD BY WIRE.

Synopsis:

On 8/13/76, CORNFELD was found guilty by a jury in U.S. District Court, Los Angeles on three counts of Fraud By Wire, in violation of Title 18, U.S. Code, Section 1343. On 9/30/76, U.S. District Judge WILLIAM MATTHEW BYRNE, JR. sentenced CORNFELD to two years custody of Attorney General. 21 months of this sentence was suspended and CORNFELD ordered to serve three months in custody of Attorney General. He was fined \$3,000 and ordered to pay \$7,000 restitution. CORNFELD was placed on three years probation.

- p* -

DETAILS

On August 13, 1976, a jury in the United States District Court, Los Angeles, California, returned a guilty verdict against CORNFELD on three counts of Fraud By Wire in violation of Title 18, United States Code, Section 1343.

On September 30, 1976, United States District Judge WILLIAM MATTHEW BYRNE, JR. sentenced CORNFELD to two years custody of the Attorney General. 21 months was suspended and CORNFELD was placed on three years probation and ordered to serve three months in custody of the Attorney General. He was ordered fined \$3,000 and ordered to make restitution of \$7,000. Restitution is to be paid after judgment of the telephone company's civil suit against CORNFELD.

1*

DON'T PUT IT OFF
APPLY NOW

PLEASE TYPE OR PRINT IN INK
(Pencil is not acceptable)

URGENT
THE LAST
MINUTE RUSH

DEPARTMENT OF STATE

PASSPORT APPLICATION

(Before completing this application, read and detach the instructions for Passport Applicants on pages 3 and 4. Use supplemental sheets when the space provided is not adequate)

DATE 02-19-2008 BY 60324 DC BAW/SIP/CLS
TO BE COMPLETED BY ALL APPLICANTS

(First name) (Middle name) (Last name)

BERNARD CORNFELD

a citizen of the United States, do hereby apply to the Department of State for a passport. 1376

MAIL PASSPORT TO:

IN CARE OF (if applicable)

STREET

CITY

PHONE NO.

DATE OF BIRTH

(Month)

(Day)

(Year)

8 17 27

PLACE OF BIRTH (City, State or Province, Country)

ISTANBUL (Turkey)

HEIGHT

5 Ft. 8 In.

COLOR OF HAIR

BLOND

COLOR OF EYES

BLUE

APPROXIMATE DATE OF DEPARTURE

OCT 15, 1976

VISIBLE DISTINGUISHING MARKS

BEARD

OCCUPATION

FINANCE

SOCIAL SECURITY NO.

088-20-0116

MY PERMANENT RESIDENCE (Street address, City, State, ZIP Code)

1 W HALKIN STREET

LONDON SW 1

Phone No. 2356682

COUNTY OF RESIDENCE

ENGLAND

COMPLETE ONLY IF WIFE/HUSBAND OR CHILDREN UNDER THE AGE OF 18 YEARS ARE TO BE INCLUDED IN PASSPORT AND SUBMIT GROUP PHOTOGRAPH

(WIFE'S) (HUSBAND'S) FULL LEGAL NAME

DATE OF BIRTH (Mo., Day, Year)

PLACE OF BIRTH (City, State or Province, Country)

CHILD(REN) NAME(S) IN FULL

PLACE OF BIRTH (City, State or Country)

DATE OF BIRTH (Month, Day, Year)

prev. cancelled ppt

same name

22102386

100-174

100-174

100-174

100-174

100-174

100-174

100-174

100-174

100-174

100-174

100-174

100-174

TO BE COMPLETED BY APPLICANT FOR HIMSELF AND PERSONS INCLUDED

HAVE YOU OR ANYONE INCLUDED IN THIS APPLICATION BEEN ISSUED OR INCLUDED IN A U.S. PASSPORT?

YES NO (IF YES, GIVE DATE OF MOST RECENT PASSPORT ISSUED AND NAME IN WHICH ISSUED)

1976 dep 64 attached w/80

IF NOT SUBMITTED WITH THIS APPLICATION:

Where issued:

Disposition:

IN THE EVENT OF ACCIDENT OR DEATH NOTIFY (Do not show name of a person who will accompany you when traveling)

Name in full: SOPHIE CORNFELD Relationship: MOTHER

Street address, City, State: 1100 CAROLYN WAY BEVERLY HILLS 90210 Phone No. 2745696

(PASSPORT OFFICE USE ONLY)

OCT-14-76 20 020 RPT-COM 13.00

FEE EXEC. TWX POST.

THE APPLICANT(S) HAS READ OR RECEIVED A COPY OF THE STANDARD PASSPORT OFFICE

FORM 9-74 DSP-11

(OVER) YOU MUST COMPLETE PAGE 2

FORM APPROVED O.M.B. NO. 47-R0051

TO BE COMPLETED BY ALL APPLICANTS			
FATHER'S NAME LEON CORNFELD		FATHER'S PLACE OF BIRTH RUMANIA	FATHER'S DATE OF BIRTH APRIL 1868
MOTHER'S MAIDEN NAME SOPHIE SALTZBERG		MOTHER'S PLACE OF BIRTH RUSSIA	MOTHER'S DATE OF BIRTH JAN 24 1888
<input type="checkbox"/> I WAS NEVER MARRIED <input checked="" type="checkbox"/> I WAS LAST MARRIED ON JUNE 15, 1976		TO (Full legal name - complete, whether widowed or divorced) _____ WHO WAS BORN ON (Date) _____	
BORN AT (City, State, Country) _____		<input checked="" type="checkbox"/> WHO IS A U.S. CITIZEN <input type="checkbox"/> WHO IS NOT A U.S. CITIZEN	<input checked="" type="checkbox"/> MARRIAGE NOT TERMINATED <input type="checkbox"/> MARRIAGE TERMINATED BY <input type="checkbox"/> Death <input type="checkbox"/> Divorce on (Date) _____
E WOMEN MUST COMPLETE FOLLOWING IF CHILDREN OF A PREVIOUS MARRIAGE ARE INCLUDED OR IF PREVIOUSLY MARRIED BEFORE MARCH 3, 1931			
I WAS PREVIOUSLY MARRIED ON _____		TO (Full legal name) _____	
WHO WAS BORN AT (City, State, Country) _____		ON (Date of birth) _____	
<input type="checkbox"/> FORMER HUSBAND WAS U.S. CITIZEN <input type="checkbox"/> FORMER HUSBAND WAS NOT U.S. CITIZEN		PREVIOUS MARRIAGE TERMINATED BY <input type="checkbox"/> DEATH <input type="checkbox"/> DIVORCE ON (Date) _____	
F COMPLETE IF APPLICANT OR ANY PERSON INCLUDED WAS NOT BORN IN THE UNITED STATES			
ENTERED THE U.S. (Month) (Year) <input checked="" type="checkbox"/> APPLICANT <input type="checkbox"/> WIFE <input type="checkbox"/> HUSBAND <input type="checkbox"/> CHILD		IF FATHER NATURALIZED: DATE _____ CERTIFICATE NO. _____ BEFORE (Name of Court) _____ PLACE (City, State) _____	
RESIDED CONTINUOUSLY IN THE U.S. From (Year) To (Year) <input type="checkbox"/> APPLICANT <input type="checkbox"/> WIFE <input type="checkbox"/> HUSBAND <input type="checkbox"/> CHILD		IF MOTHER NATURALIZED: DATE _____ CERTIFICATE NO. _____ BEFORE (Name of Court) _____ PLACE (City, State) _____	
		IF KNOWN, FATHER'S RESIDENCE IN U.S. From (Year) To (Year) IF KNOWN, MOTHER'S RESIDENCE IN U.S. From (Year) To (Year)	
G PROPOSED TRAVEL PLANS - TO BE COMPLETED BY ALL APPLICANTS			
PURPOSE OF TRIP BUSINESS		MEANS OF TRANSPORTATION to NYC TW 901 101576 0915-12 DO YOU EXPECT TO TAKE ANOTHER TRIP ABROAD? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No IF SO, WITHIN <input checked="" type="checkbox"/> Year <input type="checkbox"/> 2 Years <input type="checkbox"/> 5 Years	
PROPOSED LENGTH OF STAY 45 DAYS		COUNTRIES TO BE VISITED ENGLAND FRANCE	
NO. OF PREVIOUS TRIPS ABROAD WITHIN LAST 12 MONTHS 1			
<p>I have not (and no other person included in this application has), since acquiring United States citizenship, been naturalized as a citizen of a foreign state; taken an oath or made an affirmation or other formal declaration of allegiance to a foreign state; entered or served in the armed forces of a foreign state; accepted or performed the duties of any office, post, or employment under the government of a foreign state or political subdivision thereof; made a formal renunciation of nationality either in the United States or before a diplomatic or consular officer of the United States in a foreign state; ever sought or claimed the benefits of the nationality of any foreign state; or been convicted by a court or court martial of competent jurisdiction of committing any act of treason against, or attempting by force to overthrow, or bearing arms against, the United States, or conspiring to overthrow, put down or to destroy by force, the Government of the United States.</p> <p>(If any of the above-mentioned acts or conditions have been performed by or apply to the applicant, or to any other person to be included in the passport, the portion which applies should be struck out, and a supplementary explanatory statement under oath (or affirmation) by the person to whom the portion is applicable should be attached and made a part of this application.)</p> <p>WARNING: False statements made knowingly and willfully in passport applications or in affidavits or other supporting documents submitted therewith are punishable by fine and/or imprisonment under the provisions of 18 USC 1001 and/or 18 USC 1542. Alteration or mutilation of a passport issued pursuant to this application is punishable by fine and/or imprisonment under the provisions of 18 USC 1543. The use of a passport in violation of the restrictions contained therein or of the passport regulations is punishable by fine and/or imprisonment under 18 USC 1544. All statements and documents submitted are subject to verification.</p> <p>I solemnly swear (or affirm) that the statements made on all the pages of this application are true and that the photograph attached is a likeness of me and of those persons to be included in the passport.</p>			
(To be signed by person administering oath) Subscribed and sworn to (attested) before me this _____ day of _____, 19____		(To be signed by Applicant in presence of person administering oath) _____ day of _____, 19____	
(SEAL) OCT 14 1976 US ARMY, CALIFORNIA		(Signature of person authorized to accept passport applications) _____	
_____, Postal Clerk or Passport Agent at _____			
IDENTIFYING DOCUMENT SUBMITTED (Proper evidence to identify the applicant and husband/wife to be included in the passport must be submitted) Post			

b6
b7c

STATEMENT REGARDING LOST OR STOLEN PASSPORT

It is necessary to submit a statement with an application for a new passport when a previous passport issued within the last five years cannot be presented. The statement must set forth in detail why the previous passport cannot be presented.

ALL APPLICABLE BLOCKS MUST BE COMPLETED

NAME PASSPORT ISSUED IN (First) (Middle) (Last)			PASSPORT NUMBER
BERNARD CORNFIELD			
DATE OF BIRTH		DATE OF ISSUE	
8-17-27		1976	
PLACE OF BIRTH		PLACE OF ISSUE	
ISTAMBUL		L.H. CA.	

WARNING: False statements made knowingly and willfully in passport applications or in affidavits or other documents submitted with passport applications are punishable by fine and/or imprisonment. (18 U.S.C. 1001 and 1542)

HOW WAS PASSPORT LOST, STOLEN OR MISPLACED?

NOT CERTAIN

WHEN WAS LOSS DISCOVERED?

OCT 13, 1976

WHERE DID LOSS TAKE PLACE?

IN L.A. 1100 CAROLYN WAY
BEVERLY HILLS 90210

IF STOLEN, WERE POLICE AUTHORITIES NOTIFIED? (If YES, state where and when. A copy of the report should be submitted with this statement)

NOT APPLICABLE

WHAT EFFORTS HAVE YOU MADE TO RECOVER THE PASSPORT?

VERY COMPLETE SEARCH WAS MADE

HAVE YOU LOST OR HAD STOLEN A PREVIOUS PASSPORT? YES (If YES, give date and particulars)

PASSPORT LOST IN LONDON IN 1971/07
1972

CERTIFICATION

I, the undersigned, certify that a United States passport was issued to me on the approximate date shown above, and that I have not given the passport to another person or disposed of it in an unauthorized manner.

I further certify that I have made a careful search for the passport and have not been able to locate it, and that if I subsequently find or recover it, I will immediately return it to the Passport Office, Department of State, Washington, D. C. 20524. The information furnished herein is correct and complete to the best of my knowledge and belief.

1 WEST HALKIN ST
(Address, Number and Street)
LONDON SW1 2
(City and State)

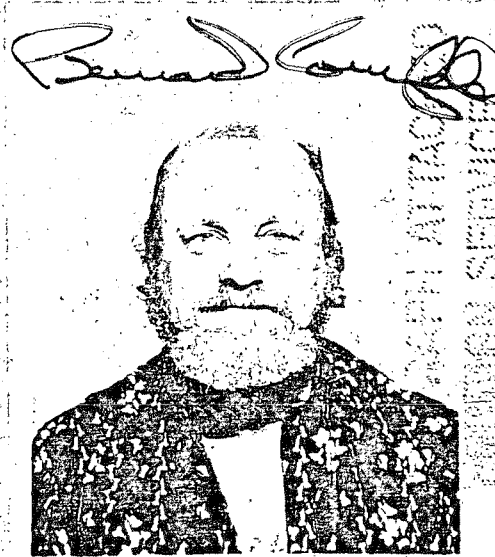
Bernard Cornfield
(Signature)
ED 14, 1976
(Date)

→ WARNING: ALTERATION, ADDITION OR MUTILATION OF ENTRIES IS PROHIBITED.
ANY UNOFFICIAL CHANGE WILL RENDER THIS PASSPORT INVALID.

NAME BERNARD CORNFELD	
BIRTH DATE AUG. 7, 1927	BIRTHPLACE TURKEY
HEIGHT 5 FT 8 INCHES	HAIR BROWN
WIFE X X X	EYES BLUE
MINORS X X X	ISSUE DATE OCT. 1, 1978
	EXPIRATION DATE SEPT. 30, 1979
SIGNATURE OF BEARER <i>Bernard Cornfeld</i>	

NEW APPLICATION
3/29/76
LA
10/4/76
PT/14

→ IMPORTANT: THIS PASSPORT IS NOT VALID UNTIL SIGNED BY THE BEARER. PERSONS INCLUDED HEREIN MAY NOT USE THIS PASSPORT FOR TRAVEL UNLESS ACCOMPANIED BY THE BEARER.



U.S. IMMIGRATION
SECTION C 33

FEB 11 1979

UNITED STATES OF AMERICA
IMMIGRATION SERVICE

ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Notice

U.S. courts have interpreted U.S. law in effect on the date this passport is issued as not restricting the travel of a U.S. citizen to any foreign country or area.

However, the use of a U.S. passport for travel into or through any of the following areas is authorized only when specifically validated for such travel by the Department of State:

CUBA

NORTH KOREA

NORTH VIET-NAM

You should consult a passport agency or an American consular office to determine whether any changes have been made in the above list.

This passport must not be used by any person other than the person to whom issued or in violation of the conditions or restrictions placed therein or in violation of the rules regulating the issuance of passports. Any willful violation of these laws and regulations will subject the offender to prosecution under Title 18, United States Code, Section 1544.

THIS PASSPORT WAS ISSUED

EMBASSY OF THE UNITED STATES OF AMERICA

AT (Issuing Office)

ROME, ITALY

(Location)

BY

(Signature)

CONSUL OF THE UNITED STATES OF AMERICA

(Title)

Amendments and Endorsements

4

5

0800000000

10 - FINANCE
12 JUL 75
NICE - A
POLICE NATIONALE

IT IS THE RESPONSIBILITY OF THE PASSPORT BEARER
TO OBTAIN NECESSARY VISAS.

Admis au titre de
VISA TEMPORAIRE
de l'article A
- 4 OCT 1974
32 FRANCE

10 APR 1975
HEATHROW (1)

19 AVR 1975
MARRAKECH
Aéroport - MENARA

GOOD LEAVE TO ENTER THE
UNITED KINGDOM FOR SIX MONTHS

IMMIGRATION OFFICER
12 MAR 1975

18 MAR 1975
HEATHROW (2)

GOOD LEAVE TO ENTER THE
UNITED KINGDOM FOR SIX MONTHS

IMMIGRATION OFFICER
21 MAR 1975
HEATHROW (2)

GOOD LEAVE TO ENTER THE
UNITED KINGDOM FOR SIX MONTHS

IMMIGRATION OFFICER
* (59) *
- 7 OCT 1974
HEATHROW (1)

IMMIGRATION OFFICER
(785)
EMBARKED
14 OCT 1974
HEATHROW (3)

6

7

SEE TO ENTER THE
COUNTRY FOR SIX MONTHS

IMMIGRATION OFFICER
* (205) *
23 MAY 1975
HEATHROW (2)

IMMIGRATION
OFFICER
(487)
EMBARKED
29 MAY 1975

LEAVING U.K.
AIRPORT FENDEL (2)
10 JAN 1976
THE-CONTROLE

CH. de Gabelle
29 MAY 1975
FRANCE

PROVIENIR
2 JUL 1975
BANGKOK

IMMIGRATION
(200)
EMBARKED
15 MAY 1975
DOVER (E)

LEMANOURE
10 JAN 1976
ENTREE
CONTROL

10 JAN 1976
FRANCE

IMMIGRATION
OFFICER
8 JUN 1975
HEATHROW

ENTREE
3 JAN 1975
HEATHROW

3

6

Routing Slip
0-7 (Rev. 7-12-76)

(Copies to Off ☒ Checked)

11/30/76

(Date)

TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input checked="" type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

<input type="checkbox"/> Oklahoma City
<input type="checkbox"/> Omaha
<input type="checkbox"/> Philadelphia
<input type="checkbox"/> Phoenix
<input type="checkbox"/> Pittsburgh
<input type="checkbox"/> Portland
<input type="checkbox"/> Richmond
<input type="checkbox"/> Sacramento
<input type="checkbox"/> St. Louis
<input type="checkbox"/> Salt Lake City
<input type="checkbox"/> San Antonio
<input type="checkbox"/> San Diego
<input type="checkbox"/> San Francisco
<input type="checkbox"/> San Juan
<input type="checkbox"/> Savannah
<input type="checkbox"/> Seattle
<input type="checkbox"/> Springfield
<input type="checkbox"/> Tampa
<input type="checkbox"/> Washington Field
<input type="checkbox"/> Quantico

TO LEGAT:

<input type="checkbox"/> Bern
<input type="checkbox"/> Bonn
<input type="checkbox"/> Brasilia
<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Caracas
<input type="checkbox"/> Hong Kong
<input type="checkbox"/> London
<input type="checkbox"/> Madrid
<input type="checkbox"/> Manila
<input type="checkbox"/> Mexico City
<input type="checkbox"/> Ottawa
<input type="checkbox"/> Paris
<input type="checkbox"/> Rome
<input type="checkbox"/> Tokyo

☐ SAC, New Rochelle (MRA)

☐ ASAC, Rapid City ("Mini")

RE: BERNARD CORNFELD
FBW

OO: LA

☐ For information ☐ Retention optional ☒ For appropriate action ☐ Surep, by _____

☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.

☐ Enclosed are corrected pages from report of SA _____ dated _____

Remarks:

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7C

Enc.

Bufile 87-135272)

Urfile 97-40513

87-40513

SEARCHED	INDEXED
SERIALIZED	FILED
18 DEC 2 1976	
FBI - LOS ANGELES	

FBI/DOJ

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/clb

DIRECTOR, FBI (87-135272)

11/18/76

ACTING LEGAT, BERN (87-260) (P)

BERNARD CORNFELD
FBW
(OO: Los Angeles)

ReBucab 9/14/76.

Los Angeles is requested to advise Bern of
sentencing of subject.

- 5 - Bureau
 - (1 - Foreign Liaison Unit)
 - (2 - Los Angeles, 87-40513)
- 1 - Bern

LHR:il
(6)

b6
b7c

87-40513-225

SEARCHED	INDEXED
SERIALIZED	FILED
DEC 2 1976	
FBI - LOS ANGELES	

llh

P&G
12-10

UNITED STATES GOVERNMENT

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

FROM : SAC, SAN FRANCISCO (87-35982) (P)

SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: Los Angeles

DATE: 12-8-76

Re report of SA [REDACTED], 10-13-76, at
Los Angeles.

A review of the records of the Ninth Circuit
United States Court of Appeals, Seventh and Mission Streets,
San Francisco, reflects that the appeal of Subject was
docketed by the court on 11-9-76, Docket Number 76-3391. No
additional action has been taken by the court.

LEAD

SAN FRANCISCO

AT SAN FRANCISCO, CALIFORNIA. Will follow and
report results of CORNFELD's appeal.

b6
b7c

2 - Los Angeles
2 - San Francisco
FAG:ert
(4)



5010-108

87-40513-226

SEARCHED	INDEXED
SERIALIZED	FILED
18 DEC 10 1976	
GELES	

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Los Angeles, California

January 6, 1976

In Reply, Please Refer to
File No.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld


BERNARD CORNFELD

On August 13, 1976, after a two week jury trial in United States District Court, Los Angeles, California, Bernard Cornfeld was found guilty on three counts of violation of United States Code, Title 18, Section 1343, Fraud By Wire. On September 30, 1976, United States District Judge William Matthew Byrne, Jr., sentenced Cornfeld to two years custody of the Attorney General. 21 months of this sentence was suspended and Cornfeld was ordered to serve three months in custody, placed on three years probation, fined \$3,000 and ordered to pay \$7,000 restitution. Cornfeld has appealed this conviction.

b6
b7c

5 - Bureau
② - Los Angeles (87-40513) (P)

LLM/llp
(7)

SEARCHED _____
INDEXED _____
SERIALIZED 
FILED _____



This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.



87-40513-227

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI (87-135272)

DATE: 1/6/77

FROM: *WJH* ADIC, LOS ANGELES (87-40513) (18) (P)

SUBJECT: BERNARD CORNFELD
FBW
OO: Los Angeles

Re Legat Bern letter to the Bureau, dated
11/18/76.

Enclosed for Legat Bern are five copies of
an LHM to be forwarded to Legat Bern.

b6
b7c

2 Bureau (Enc. 5)
2 Los Angeles

LHM/LLP
DD

OFFICE COPY

1*

SEARCHED —
INDEXED
SERIALIZED *WJH*
FILED



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-008

UNITED STATES GOVERNMENT

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

FROM : *CWB/Dgm*
SAC, SAN FRANCISCO (87-35982) (P)

SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: Los Angeles

DATE: 2/23/77

Re San Francisco letter to Los Angeles, 12/8/76.

A review of the records of the Ninth Circuit, United States Court of Appeals, 7th and Mission Streets, San Francisco, reflects that Subject's appeal has been calendared by the court for the week of May 31, 1977.

LEAD

SAN FRANCISCO

AT SAN FRANCISCO, CALIFORNIA. Will follow and report results of Subject's appeal.

b6
b7C

2 - Los Angeles
2 - San Francisco
FAG/dlw
(4)



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-221

SEARCHED	INDEXED
SERIALIZED	FILED
18 FEB 25 1977	

UNITED STATES GOVERNMENT

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

CW
FROM : SAC, SAN FRANCISCO (87-35982)(P)

JP
SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: Los Angeles

DATE: 6/3/77

Re SF letter to Los Angeles, 2/23/77.

A review of the U. S. Court of Appeals for the Ninth Circuit, Docket #76-3391, in the case entitled: "United States of America vs BERNARD CORNFELD" reflects that on 5/4/77, all briefs had not as yet been filed and the matter was still before the Court.

LEAD

SAN FRANCISCO

AT SAN FRANCISCO, CALIFORNIA. Will follow and report results of Subject's appeal.

2 - Los Angeles
2 - San Francisco
FAG:ay
(4)



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

87-40513-230

SEARCHED	INDEXED
SERIALIZED	FILED
21 JUN 6 1977	
FBI-LOS ANGELES	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Cornfeld's Plea for Delay Denied by Swiss Court

GENEVA (AP)—A Geneva court rejected American financier Bernard Cornfeld's request to postpone a hearing into his defunct mutual fund empire, Investors Overseas Services.

The court announced its decision Monday as it considered whether to order Cornfeld tried for fraud.

A defense lawyer, Marc Bonnant of Geneva, had asked for a postponement, saying the files were incomplete and more time was needed to study them.

Cornfeld was arrested in May, 1973, more than two years after the financial collapse of IOS, which had been a multimillion dollar operation.

Cornfeld, who attended Monday's hearing, spent nearly eleven months in a Swiss prison. He was released on \$1.5 million bail in April, 1974, pending trial.

Cornfeld is accused of fraud and investigating speculation in connection with two issues of company shares in 1969 and early 1970—IOS Management Ltd. and IOS Ltd.

The prosecution claims Cornfeld made a personal profit of \$7.8 million with the two issues before they collapsed.

Last September, Cornfeld was convicted in Los Angeles of defrauding Pacific Telephone Co. by using electronic "blue boxes" to avoid paying for 288 long distance calls. He was sentenced to three months in jail and fined \$3,000. He also was ordered to pay restitution of \$7,681.50 to the telephone company.

62-7594*
PLUS NUMEROUS REFS.
NO 87*
BERNARD CORNFELD
87-40513*

(Indicate page, name of newspaper, city and state.)

III-16 LOS ANGELES
TIMES
LOS ANGELES, CA

Date: 6/15/77
Edition: Wednesday Final
Author:
Editor: William Thomas
Title: CORNFELD'S PLEA
FOR DELAY DENIED BY
SWISS COURT

Character:

or

Classification:

Submitting Office:

Los Angeles

☐ Being Investigated

87-40513-231

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 15 1977	
FBI - LOS ANGELES	

UNITED STATES GOVERNMENT

Memorandum

TO : ADIC, LOS ANGELES (87-40513)

FROM : *ERM* SAC, SAN FRANCISCO (87-35982) (P)

SUBJECT: BERNARD CORNFELD
ITSP - FBW
OO: LOS ANGELES

DATE: 7/19/77

Re San Francisco letter to Los Angeles, dated
6/3/77.

On 7/5/77, a review of the records of the Clerk
of the U.S. Court of Appeals for the 9th Circuit, docket
number 76-3391, reflects no change in the appeal of Subject
of this investigation.

LEAD

SAN FRANCISCO

AT SAN FRANCISCO, CALIFORNIA. Will follow and
report results of Subject's appeal.

b6
b7C

② - Los Angeles (87-40513)
2 - San Francisco
FAG/bc
(4)



5010-110

87-40513-232

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
JUL 21 1977	
LOS ANGELES	
<i>ERM</i>	

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

DUE TO BULKINESS SERS 1A1-1A16
ARE BEING MAINTAINED IN A SEP-
ARATE VOLUME IN CLOSED SECTION
(CLD)

BERNARD CORNFELD;

(Title)

(File No.) 87-40513-1a

Date Filed	Disposition
7/2-26-75	14 pgs. & 3 3x5 cards containing handwriting examples for Bernard Cornfeld (sent to BU via at dtd. 2/25/75)(cld)
8.2/26/75	Fingerprints for Bernard Cornfeld. (sent to BU via at dtd 2/25/75)(cld)
7-3/3/75	Fingerprint cards (sent to BU 3/23/75)(cld)
7-3/3/75	Handwriting examples (sent to BU 3/23/75)(cld)
1/23/75	Copy of CCL records 1/18/75 (cld)
7-8/11/75	Fingerprints material (sent to BU 8/11/75)(cld)
3-4-29-76	Opinion subject re: Bernard Cornfeld 4-21-76. (sent) see Ser 179
2-4-5-76	Photo spread (sent to [redacted] (sent)
MAY 10 1976	1 CCL for [redacted] (sent)
7-5-25-76	Photo spread of [redacted] (sent)
7-8/11/75	photo of CCL re [redacted] (sent)
8-12/7/77	New photos of [redacted] (sent)
9-12/7/77	Copy of the opinion of the U.S. Circuit Court of Appeals for the Ninth Circuit Court affirming subject's conviction. See Ser 6

87-40513-1a

SEARCHED	INDEXED
SERIALIZED	FILED
FEB 26 1975	
FBI - LOS ANGELES	

[Signature]

b6
b7c

File No. 87-40513-1a17
Date Received 2/19/75
From Bernard Cornfeld
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes ☒ No Receipt Given ☐ Yes ☒ No

Description :

fourteen pages &
three 3x5 cards
containing Handwriting
Exemplars for
Bernard Cornfeld

sent to Bu via atl.
dated 2/25/75, pml
ret to LA by af 7-23-76
see on 207 old
2-16-75



87-40513-1a17

With speaker
on mouthpiece
wait for the
tone then
push plus
button

LONDON
PARIS
ROME

ln 2/19/75
R02 2/19/75 *SL* Feb 19
1975

IF freaks
OUT CLETH
ON OR BEFORE
FIRST RING
SEIZE LINE
With yellow
button click
click then
push send
button

Re: 2/19/75 lhm 2/19/75 Feb 19, 1975

GENEVA
MUNICH
PRESTWICK
ENGLAND
EUROPE
LONDON
PARIS
ROME
GENEVA

Jan 21/1975 Feb 13, 1975
RDZ 2/19/75 BL

Plug in turn
machine on
Toggle Switch
up push

clear
start Country
code digits
stop start

Country City
code phone
number stop

now use
phone be
Feb 21/9/75 Feb 19, 1975

①

1 2 3 4 5 6 7 8 9 0

1 2 3 4 5 6 7 8 9 0

1 2 3 4 5 6 7 8 9 0

415 702

415 702

415 702

734 911

734 911

734 911

397 850

397 850

397 850

220 000

220 000

220 000

MRW
2/20/25
2119M

②

A B C D E F G H I J K L M N
O P Q R S T U V W X Y Z

A B C D E F G H I J K L M N O
P Q R S T U V W X Y Z

a b c d e f g h i j k l m n o
p q r s t u v w x y z

a b c d e f g h i j k l m n o
p q r s t u v w x y z

men
2/29/25

③

396

CLICK

396

CLICK

396

CLICK

4122

SANDS

4122

SANDS

4122

SANDS

0110

BROADWAY

0110

BROADWAY

0110

BROADWAY

ROME

START

ROME

START

ROME

START

LONDON

LONDON

LONDON

PARIS

PARIS

PARIS

CLEAR

CLEAR

CLEAR

2/19/77
mrr

YELLOW
YELLOW
YELLOW

HUMBER
HUMBER
HUMBER

IF
IF
IF

SEND
SEND
SEND

FREAKS
FREAKS
FREAKS

LINE
LINE
LINE

PUSH
PUSH
PUSH

MRJ
8/19/25

5

1 2 3 4 5 6 7 8 9 0
1 2 3 4 5 6 7 8 9 0
1 2 3 4 5 6 7 8 9 0

BUTTON
BUTTON
BUTTON

PLUG
PLUG
PLUG

MRW
2/19/75

start	IF
start	IF
start	IF

Sounds	IF
Sounds	IF
Sounds	IF

clear
clear
clear

click
click
click

Rome
Rome
Rome

Paris
Paris
Paris

if
if
if

mtw
2/19/75

freaks
freaks
freaks

BEFORE
BEFORE
BEFORE

Gene
Gene
Gene

GENEVA
GENEVA
GENEVA

Yellow
Yellow
Yellow

Geneva
Geneva
Geneva

Push
Push
Push

first
first
first

Plus
Plus
Plus

FIRST
FIRST
FIRST

button
button
button

before
before
before

MRW
2/19/17

Switch up push clear
Switch up push clear
Switch up push clear

Country city code
Country city code
Country city code

wait for tone
wait for tone
wait for tone

MBA
8/19/75

9

first ring size
first ring size
first ring size

then push send
then push send
then push send

if breaks out clear
if breaks out clear
if breaks out clear

MRN
2/19/25

10

MOUTHPIECE
MOUTHPIECE
MOUTHPIECE

LINE WITH YELLOW
LINE WITH YELLOW
LINE WITH YELLOW

TOGGLE SWITCH UP
TOGGLE SWITCH UP
TOGGLE SWITCH UP

men
2/19/77

then push send
then push send
then push send

now use phone
now use phone
now use phone

mouthpiece
mouthpiece
mouthpiece

paris rome england
paris ROME ENGLAND
PARIS ROME ENGLAND
PARIS ROME ENGLAND
paris ROME england

toggle SWITCH UP
toggle SWITCH UP
toggle SWITCH UP

LINE WITH YELLOW
LINE WITH YELLOW
LINE WITH YELLOW

MFR
8/19/95

12

a b c d e f g h i j k l m n o p
q r s t u v w x y z

a b c d e f g h i j k l m n o p
q r s t u v w x y z

1 2 3 4 5

1 2 3 4 5

1 2 3 4 5

911	702	000	220	734
911	702	000	220	734
911	702	000	220	734

MR
2/19/72

A B C D E F G H I J K L M N O P Q
R S T U V W X Y Z

A B C D E F G H I J K L M N O P Q
R S T U V W X Y Z

396	4122	000	0110
396	4122	000	0110
396	4122	000	0110

397	392	67890
397	392	67890
397	392	67890

ST FRANCIS	MARK HOPKINS
ST FRANCIS	MARK HOPKINS
ST FRANCIS	MARK HOPKINS

FAIRMONT
FAIRMONT
FAIRMONT

MRP
2/19/77

14

COUNTY	HOSPITAL	7000
COUNTY	HOSPITAL	7000
COUNTY	HOSPITAL	7000

PRESTWICK	5111
PRESTWICK	5111
PRESTWICK	5111

CEASERS	4110
CEASERS	4110
CEASERS	4110

Fairmont	8800
Fairmont	8800
Fairmont	8800

St. Francis	5122
St. Francis	5122
St. Francis	5122

St. Francis	9850
St. Francis	9850
St. Francis	9850

Mark Hopkins	
Mark Hopkins	
Mark Hopkins	

AKW
2/19/75

b6
b7C

Empty

File No. 87-40513-1a/8Date Received 2/19/75From B. Cornfield
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes Receipt Given ☐ Yes
☐ No ☐ No

Description :

Fingerprints for
Bernard Cornfield.

sent to Bu via ahl,
dated 2/25/75, and

old
2-26-75

b6
b7cFile No. 87-40513-1A19Date Received 2/12/75From [REDACTED]
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned	<input type="checkbox"/> Yes	Receipt Given	<input type="checkbox"/> Yes
	<input type="checkbox"/> No		<input type="checkbox"/> No

Description:

fingerprint Cards.
for [REDACTED]

sent to Bu re let 2/12/75
to FBI Ident. alin@aml

Empty

3-12-75
[Signature]

File No. 87-40513-1A20Date Received 2/12/75From [REDACTED]

(NAME OF CONTRIBUTOR)

ADDRESS OF CONTRIBUTOR
[REDACTED](CITY AND STATE)
Handwriting Exemplar

(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes Receipt Given ☐ Yes☐ No ☐ No

Description:

Handwriting Exemplar
from [REDACTED]
(11-315 cards)

sent to Bu re let 2/13/75
to the Lab, pml

ret to LA re at 7/23/76
see ser 207

3-13-75
JTB



87-465131-1a 30

A B C D E F G H I J K L
M N O P Q R S T U V W X
Y Z a b c d e f g h i j k
l m n o p q r s t u v w x
y z

llm 2/12/75 ROE 2/12/75

①

LL
2/12/75

1234567890

A B C D E F G H I J K L M N O P Q R S
T U V W X Y Z

A B C D E F G H I J K L M N O P Q R S T U V W X Y Z
1234567890

llm 2/12/75 ^{Re 2/12/75} (2)

SP
2/12/75

1 2 3 4 5 6 7 8 9 0

A B C D E F G H I J K L M N O P Q

R S T U V W X Y Z

a b c d e f g h i j k l m n o p q r s t
u v w x y z

lh 2/12/75

RAC 2/12/75

③

SL
2/12/75

LONDON - 441	CLEAR
PARIS - 331	START
ROME - 396	COUNTRY
GENEVA - 4122	CODE
MUNICH - 49811	NUMBER
PRESWICK - 44292	CLICKING
ENGLAND - 182	YELLOW
EUROPE - 182	SEND
	PHONE

1 2 3 4 5 6 7 8 9 0

a b c d e f g h i j k
 l m n o p q r s t u
 v w x y z

per 2/12/75
 ROL 2/12/75

(4)

LE
 2/12/75

PLUG IN TURN MACHINE
ON TOGGLE SWITCH UP
PUSH CLEAR START
0110 + COUNTRY CODE
2 DIGITS STOP # START
COUNTRY + CITY CODE +
PHONE NUMBER STOP #
NOW USE PHONE 415 OR
800 # IF FREAKS OUT
CLEAR ON OR BEFORE
FIRST RING SEIZE LINE

⑤

LE

ln 2/12/75 re 2/12/75 2/12/75

WITH YELLOW BUTTON
CLICK CLICK THEN PUSH
SEND BUTTON WITH
SPEAKER ON MOUTHPIECE
WAIT FOR TONE THEN
PUSH + BUTTON HE'S
GOT THE WHOLE WORLD
IN HIS HANDS

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

1234567890

⑥

Re 2/12/75
R02 2/12/75

LC
2/12/75

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

LONDON

PARIS

ROME

GENEVA

MUNICH

ENGLAND

EUROPE

CLEAR

\$TART

COUNTRY

CODE

NUMBER

PHONE

CLICK

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

Roz 2/12/75

llm 2/12/75

⑦

LE
2/12/75

(8) RDZ 2/14/75

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

HE'S GOT THE WHOLE
WORLD IN HIS HANDS

2/12/75

2/12/75

1 2 3 4 5 6 7 8 9 0

ONE

A B C D E F G H

TWO

I J K L M N O P

THREE

FOUR

Q R S T U V W

FIVE

X Y Z

SIX

SEVEN

HE'S GOT THE

EIGHT

WHOLE WORLD

NINE

IN HIS HANDS

TEN

HE'S GOT THE

WHOLE WORLD

IN HIS HANDS

⑨

NOZ 2/12/75

llm 2/12/75

Le

2/12/75

LONDON

PARIS

ROME

GENEVA

MUNICH

ENGLAND

EUROPE

PRESWICK

CLEAR

START

COUNTRY

CODE

NUMBER

PHONE

CLICK

PLUG

MACHINE

TOGGLE

COUNTRY

PUSH

CLEAR

⑩

ROC 2/12/75

Wm 2/12/75

LC

2/12/75

HE'S GOT THE WHOLE
WORLD IN HIS HANDS'

HE'S GOT THE WHOLE
WORLD IN HIS HANDS'

HE'S GOT THE WHOLE
WORLD IN HIS HANDS'

HE'S GOT THE WHOLE
WORLD IN HIS HANDS'

HE'S GOT THE WHOLE
WORLD IN HIS HANDS'

HE'S GOT THE WHOLE
WORLD IN HIS HANDS'

ROZ 2/14/75

llm 2/12/75 ⑪

SP 2/13/75

b3
b6
b7C

Empty

File No. 87-40513-1A21Date Received 3/18/75From PTT

(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

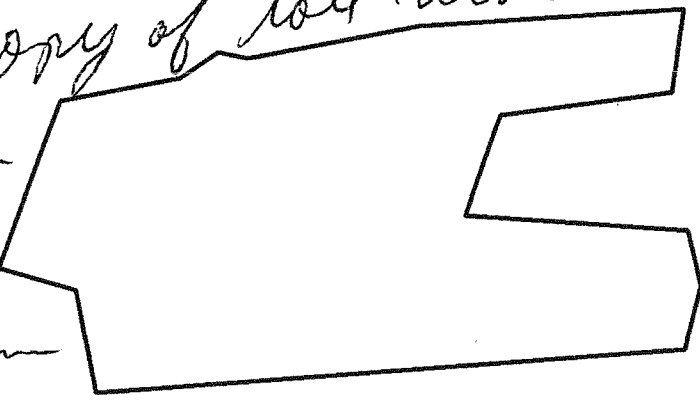
(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes Receipt Given ☐ Yes☐ No ☐ No

Description:

Copy of toll records
for
&
from



Sent to FGT & AUSA 3/23/75
ll

4/23/75
ll

File No. 817-HQ573-1A 22
Date Received 8-6-75
From [REDACTED]
(NAME OF CONTRIBUTOR)
(ADDRESS OF CONTRIBUTOR)
(CITY AND STATE)
(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes ☒ No Receipt Given ☐ Yes ☒ No

Description:

*Foreign language
material*

Envelope Empty

5484/35

8-12-75
JH

b6
b7C

Empty

File No. 87-40513-1a23Date Received 4-28-76From _____
(NAME OF CONTRIBUTOR)_____
(ADDRESS OF CONTRIBUTOR)_____
(CITY AND STATE)_____
(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes Receipt Given ☐ Yes
☒ No ☒ No

Description:

① Printed subpoena
H. Bernard Cornfeld
4-21-76

See Ser 179

4-29-76
(mt)

b6
b7c

File No.

87-40513-1a24

Date Received

1/14/76

From

(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned

☐

Yes

Receipt Given

☐

Yes

☐

No

☐

No

Description :

Photo spread of shown
to [redacted] and

5-5-76
[signature]

Empty

b6
b7C

File No. 87-40513-1A25

Date Received 5/10/76

From _____
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned ☐ **Yes** **Receipt Given** ☐ **Yes**
☐ **No** ☐ **No**

Description :

DL for _____

MAY 10 1976

[Signature]

~~MAY 10 1976~~

Empty

File No. 87-40513 -1a 20Date Received 1/14/76From _____
(NAME OF CONTRIBUTOR)_____
(ADDRESS OF CONTRIBUTOR)_____
(CITY AND STATE)_____
(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes Receipt Given ☐ Yes
☐ No ☐ No

Description :

Photo Spread of

 aka


5,25-76

From _____
(NAME OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

☐ No ☐ No**Description:**

cription: Photo of C.D.L.
for 

8/16/76 duu

**DOCUMENT (S) CANNOT
BE SCANNED**

DESCRIPTION:

PHOTO NEGATIVES

FD-340 REV. (6-24-65)

File No. 87-40513 - 1a28

Date Received 1/28/76

From _____

(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

(NAME OF SPECIAL AGENT)

To Be Returned

☐

Yes

Receipt Given

☐

Yes

☐

No

☐

No

Description:

*neg's. of photos
taken at 1100
Carolyn way during
Search*

QD

**DOCUMENT (S) CANNOT
BE SCANNED**

DESCRIPTION:

PHOTO NEGATIVES

File No. 196-16-7a29
Date Received 12-7-77
From SAC, San Francisco
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)
San Francisco, Ca.
(CITY AND STATE)
(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes ☒ No
Receipt Given ☐ Yes ☒ No

Description:

Copy of the opinion
of the U.S. Circuit
Court of Appeals
for the Ninth Circuit
affirming Subjects
conviction.

12/11/77 w/ see ser 6

UNITED STATES of America,
Plaintiff-Appellee,

v.

Bernard CORNFELD, dba Grayhall,
Inc., Defendant-Appellant.

No. 76-3391.

United States Court of Appeals,
Ninth Circuit.

Oct. 27, 1977.

Defendant was convicted in the United States District Court for the Central District of California, Wm. Matthew Byrne, Jr., J., on three counts of fraud by wire in the use of two multifrequency signal generators or "blue boxes" and he appealed. The Court of Appeals held, inter alia, that the evidence supported defendant's conviction.

Affirmed.

1. Telecommunications ⇐493

Telephone company acted within its rights in monitoring telephone lines by tape recorder on suspicion that subscriber was utilizing illegal "blue box" to make long-distance calls, and in subsequently disclosing information thus secured to Federal Bureau of Investigation. 18 U.S.C.A. §§ 2, 1343, 2511(2)(a)(i); Fed.Rules Crim.Proc. rule 41(f), 18 U.S.C.A.; Communications Act of 1934, § 605, 47 U.S.C.A. § 605.

2. Criminal Law ⇐703

Prosecutor did not stray beyond permissible bounds, during prosecution for fraud by wire in use of telephone "blue boxes," in various statements made during opening argument regarding forthcoming testimony of witnesses and in types of questions put to witnesses.

3. Criminal Law ⇐1037.1(1)

Where alleged improper prosecutorial conduct was not objected to during trial, it was not subject to review in absence of showing of plain error. Fed. Rules Crim.Proc. rule 52(b), 18 U.S.C.A.

4. Criminal Law ⇐721(3)

Prosecutor's remarks during closing argument in wire fraud prosecution did not constitute improper comments on defendant's failure to testify, but related rather to prosecutor's assertion that one who engages in criminal activity is not going to make it public knowledge.

5. Criminal Law ⇐1037.1(1)

Where no objection was made to prosecutor's comments during closing arguments, they could not be reviewed on appeal in absence of showing of plain error. Fed.Rules Crim.Proc. rule 52(b), 18 U.S.C.A.

6. Witnesses ⇐246(1)

Trial court in wire fraud prosecution did not improperly question prosecution or defense witnesses. Federal Rules of Evidence, rule 614, 28 U.S.C.A.

7. Witnesses ⇐246(1)

Trial judge may question witnesses to clear up ambiguities and clarify issues for jury so long as he maintains appearance of impartiality. Federal Rules of Evidence, rule 614, 28 U.S.C.A.

8. Telecommunications ⇐363

Evidence supported defendant's conviction of wire fraud on showing that he illegally used two multifrequency signal generators or "blue boxes" which enabled callers to reroute long-distance telephone calls and avoid being billed for services. 18 U.S.C.A. § 1343.

Appeal from the United States District Court for the Central District of California.

Synopses, Syllabi and Key Number Classification
COPYRIGHT © 1977, by WEST PUBLISHING CO.

The Synopses, Syllabi and Key Number Classification constitute no part of the opinion of the court.

Before ELY and HUFSTEDLER, Circuit Judges, and LINDBERG,* District Judge.

PER CURIAM:

Appellant Bernard Cornfeld was convicted by jury trial on three counts of fraud by wire, in violation of 18 U.S.C. § 1343, for the use of two multi-frequency signal generators, called "blue boxes", which enabled callers to reroute long distance telephone calls and avoid being billed for the services. We affirm.

I

The indictment chronologically broke down the scheme to defraud into two separate time periods. Between July 20 and October 18, 1974, Cornfeld utilized or caused to be utilized the "415" area code scheme, and between approximately October 29, 1974 and January 28, 1975, he utilized or caused to be utilized the "800" area code scheme. Count three pertained to a single telephone call on or about January 17, 1975, with respect to a call to Geneva, Switzerland.

In December, 1974, William Chaney, an experienced Pacific Telephone Company (Pacific) investigator, routinely reviewed an 800 INWATS print-out for the period between October 29 and November 7, 1974, and noted that twelve "800" number calls were made from telephone number 274-8698, registered to Grayhall, Inc., 1100 Carolyn Way, Beverly Hills, California (Grayhall). Seven of these calls were made to the Sheraton Hotel Reservation Service at 800-325-3535 and lasted a total of eighty-nine minutes, an average of 12.7 minutes. Chaney's suspicions became aroused because of the Sheraton reservation service

number is one commonly employed by blue box users and the normal time period within which reservation services are executed is less than three minutes. A check of the application for telephone service showed that appellant Cornfeld was president of Grayhall.

Pursuant to Pacific's policy, Chaney requested from the accounting department of the company a "series 300" study on 274-8698. The series 300 study contained a print-out of every number that was dialed from 274-8698 to numbers outside the area code 213. Chaney found that twenty-seven calls were placed to various area code 800 numbers during the period between November 25 and December 21, 1974, with an average calling time of 12.7 minutes per call.

At the same time Chaney learned that the telephone number 274-8698 was one of three telephone numbers assigned in rotary to Grayhall; the other numbers were 274-8696 and 274-8697. Chaney additionally discovered that 274-4688 was assigned to Grayhall as a separate number. Following Pacific's standard procedure for documentation in potential "blue box" cases, Chaney attached a CMC 2600 device to 274-8698 on January 8, 1975. The CMC 2600 is a device which registers on a counter the number of times a 2600 cycle tone, a tone emitted by blue boxes, is sent across the line. On the same day, Chaney connected a tape recorder to the CMC 2600. The tape recorder was activated automatically when the CMC 2600 registered a burst of 2600 cycle activity and would automatically terminate the recording after two minutes. Deciding to use a more sophisticated device, he replaced the

* The Honorable William J. Lindberg, Senior United States District Judge, Seattle, Washington, sitting by designation.

CMC 2600 with a Hekemian 51A. This device not only performed the same functions as the former, but also produced a tape print-out in black lettering of all outgoing calls from the telephone, and shifted to an upper key and printed in red ink the numbers called via the blue box. The Hekemian 51A was attached from January 8 until January 28, 1975, a period of twenty days; the tape recorder was attached for only 13 days.

On January 17, 1975, the CMC 2600 was attached to telephone number 274-4688; on January 21, the two-minute tape recording device was attached. While the CMC 2600 was removed on January 28, 1975, eleven days later, the tape recorder was removed after only one day.

In the opinion of Chaney, the total number of area code 415 calls listed that were completed via the blue box was 319; the total number of area code 800 calls was 55. On January 22, 1975, Chaney informed the F.B.I. of his investigation. On January 28, F.B.I. Special Agent Willie White participated in the execution of a search warrant at Grayhall. The agents recovered two blue boxes, a group of cards containing numbers frequently called via the blue box, and directions for using a blue box, all in a third floor, locked bedroom.

On the basis of the material produced by Pacific and the evidence obtained in the search of Grayhall, Cornfeld was charged with three counts of fraud by wire and causing an offense, under 18 U.S.C. §§ 1343 and 2. Cornfeld moved under Rule 41(f), Fed.R.Crim.Proc., to suppress all of the evidence resulting from the telephone company's investigation and from the F.B.I. search. Following a hearing, the motion to suppress

was denied. The matter was tried to a jury on August 3, 1976, resulting in findings of guilty on all counts on August 10, 1976.

II

The numerous issues raised on appeal may be summarized as follows:

(1) whether Pacific Telephone Company conducted its investigation in a constitutionally and statutorily proper manner under federal law;

(2) whether the Communications Act of 1934 and Title III of the Omnibus Crime Control Act authorized the monitoring of telephone calls in the manner done by Pacific Telephone in this case;

(3) whether the evidence should have been excluded because it was obtained in violation of state law;

(4) whether the prosecution's conduct during trial was improper and resulted in substantial prejudice;

(5) whether the prosecution's summation impermissibly commented on Cornfeld's failure to testify;

(6) whether the questioning of prosecution and defense witnesses by the trial judge was improper; and

(7) whether the evidence adduced at trial was sufficient to prove guilt beyond a reasonable doubt.

III

[1] The appellant's primary argument, raised by the first three issues, asks this court to address again the propriety of the investigative conduct of a private telephone company, in light of the Communications Act of 1934, 47 U.S.C. § 605, and Title III of the Omnibus Crime Control Act, 18 U.S.C. § 2511(2)(a)(i).¹ Cornfeld alleges that

1. 47 U.S.C. § 605 prohibits unauthorized publication or use of wire or radio communication:

Except as authorized by chapter 119, Title 18, no person receiving, assisting in receiv-

the attachment of the CMC 2600 device, the monitoring of the telephone lines by the tape recorder, and the subsequent disclosure to the F.B.I. of the information secured through these devices were made in violation of federal and state law.

The same issues were presented in *United States v. Goldstein*, 532 F.2d 1305 (9th Cir. 1976), cert. denied, 429 U.S. 960, 97 S.Ct. 384, 50 L.Ed.2d 327 (1977); see also *United States v. Auler*, 539 F.2d 642 (7th Cir. 1976), cert. denied, 429 U.S. 1104, 97 S.Ct. 1132, 51 L.Ed.2d 555 (1977). Appellant argues that Pacific's monitoring violated the exceptions previously carved out of § 605, in that it was not reasonable or necessary to tape record or attach additional monitoring devices to the telephones after Chaney first determined in his mind that a blue box was in fact being used. According to Chaney's testimony, this occurred after he had reviewed the 800 INWATS print-out and the series 300 study, and before any devices were actually attached to the telephones. In *Goldstein*, supra, we re-affirmed our earlier decision in *Bubis v. United States*, 384 F.2d 643 (9th Cir. 1967), that in the enactment

of § 605, Congress did not intend to deprive communications systems of their fundamental right to take reasonable measures to protect themselves and their properties against the illegal acts of a trespasser. Under § 605, it became well established that a telephone company could monitor and disclose telecommunications on its line to the extent "reasonably necessary" to protect its property from fraud. *United States v. Goldstein*, supra at 1309, and n. 2. But the authority to intercept and disclose wire communications is not unlimited, we noted. The telephone company may only intercept a communication which is a "necessary incident to the rendition of service or . . . [for] the protection of the [company's] rights or property . . .", 18 U.S.C. § 2511(2)(a)(i). While in *Bubis*, supra at 648, the court reversed a conviction where it was shown that the telephone company had resorted to "unreasonable practices", this court did note that "reasonable methods" included the use of a frequency recording device and limited use of a tape recorder to identify the offending parties. Subsequently, in *United States v. Goldstein*, supra, we extended this authority

ing, transmitting, any interstate or foreign communication by wire or radio shall divulge or publish the existence, contents, substance, purport, effect, or meaning thereof, except through authorized channels of transmission or reception, (1) to any person other than the addressee, his agent, or attorney, (2) to a person employed or authorized to forward such communication to its destination, (3) to proper accounting or distributing officers of the various communicating centers over which the communication may be passed, (4) to the master of a ship under whom he is serving, (5) in response to a subpoena issued by a court of competent jurisdiction, or (6) on demand of other lawful authority.

18 U.S.C. § 2511(2)(a)(i) provides that:

It shall not be unlawful under this chapter for an operator of a switchboard, or an officer, employee, or agent of any communication common carrier, whose facilities are used in the transmission of a wire communication, to intercept, disclose or use that communication in the normal course of his employment while engaged in any activity which is a necessary incident to the rendition of his service or to the protection of the rights or property of the carrier of such communication: *Provided*, That said communication common carriers shall not utilize service observing or random monitoring except for mechanical or service quality control checks.

to include the authorized release to federal authorities such as the F.B.I., the information gathered.

The appellant has failed to demonstrate how the factual situation present in this case is distinguishable from that found in *Goldstein*, such that a different result is required. The question of the violation of state law was decided adversely to appellant in *Goldstein*, and requires no further elaboration.

IV

[2, 3] Appellant next alleges that improper prosecutorial conduct was intended to mislead the jury and resulted in substantial injustice. In this regard, appellant cites various statements made by the prosecutor during his opening argument regarding the forthcoming testimony of several witnesses, various alleged admonitions by the court to the prosecutor concerning the type of questions he was asking, and an alleged innuendo that Cornfeld and a witness were "sleeping together". A review of the transcript fails to indicate that the prosecutor strayed beyond the permissible bounds, either in the opening or closing arguments. Furthermore, the appellant's failure to object at trial requires that he demonstrate plain error in order to win reversal of the conviction on appeal, *United States v. Memoli*, 449 F.2d 160 (9th Cir. 1971), *cert. denied*, 405 U.S. 928, 92 S.Ct. 979, 30 L.Ed.2d 801 (1972); Rule 52(b), Fed.R.Crim.Proc., and no such error has been shown. As to the "sleeping together" remark, when read in its full context, it is clear that the remark dealt only with the inquiry as to whether or not the witness and Cornfeld were together at all times and addressed the question of the credibility of the witness in testifying that Cornfeld had no opportunity to use a blue box. The

question was an appropriate area of inquiry and only in the most convoluted of readings could it be construed to imply what appellant would have us believe it implied.

V

[4, 5] The appellant next argues that the prosecutor commented on Cornfeld's failure to testify. During his closing argument, the prosecutor stated that "in a fraud-type case such as this, the individual, the defendant, who has perpetrated the fraud is the one who wants to keep it a secret. . . . In this particular case you have a clever individual who used people to insulate himself from criminal responsibility . . . in a very clever way, by keeping quiet about the blue boxes." Later he stated to the jury that "it is totally illogical, totally illogical, that the defendant could present this story" Read in their full context, the remarks do not indicate a reference to Cornfeld's failure to testify, but rather refer to the assertion that one who engages in criminal activity is not going to make it public knowledge. It is entirely appropriate for the prosecutor to argue to the jury and attempt to explain away the reason for Cornfeld's secrecy in the operation of the blue boxes. The comments were not of such a character that the jury would naturally and necessarily take them to be comments on the failure of the accused to testify, *Griffin v. California*, 380 U.S. 609, 85 S.Ct. 1229, 14 L.Ed.2d 106 (1965). Furthermore, no objection was made at the time of the comments and they cannot be construed as plain error, *United States v. Parker*, 549 F.2d 1217 (9th Cir. 1977), *cert. denied*, — U.S. —, 97 S.Ct. 1659, 52 L.Ed.2d 365 (1977); Rule 52(b), Fed.R.Crim.Proc.

VI

[6, 7] Appellant next argues that the trial judge improperly questioned prosecution and defense witnesses to the extent that actual prejudice inhered to Cornfeld. The allegation is without merit. The trial judge may question witnesses to clear up ambiguities and clarify the issues for the jury, so long as he maintains an appearance of impartiality, Rule 614, Fed.R.Evid.

VII

[8] Finally, the appellant argues that the evidence adduced at trial was insufficient to prove guilt beyond a reasonable doubt. The proper standard for determining the sufficiency of the evidence on appeal is "whether the trier of fact could reasonably arrive at its conclusion," *Glasser v. United States*, 315 U.S. 60, 80, 62 S.Ct. 457, 86 L.Ed. 680 (1942); *United States v. Rojas*, 458 F.2d 1355, 1356 (9th Cir. 1972). The record indi-

cates that Cornfeld was an incorporator of Grayhall; was listed as president on all telephone bills; used the residence as his principal residence from May, 1974 through January, 1975; was in control of the secretaries; and instructed his secretaries to place overseas calls for himself and his guests. Borland's testimony about her conversation with Cornfeld in mid-October, 1974 indicated that she discussed blue boxes with him and was told to prepare an "800" number list; Cornfeld kept after her to prepare the list. Carson's testimony indicated that there was a blue box at the residence at least as early as late 1971 and that she gave Cornfeld a clear warning about the danger of using the devices.

Read as a whole, there is more than ample evidence from which the trier of fact could determine that Cornfeld used or caused to be used blue boxes in the placing of long distance telephone calls.

Affirmed.

5 11 12 1 2 4 1

62-7594-1a1

File No. 62-7594-1a1Date Received 5-2-75From WFO
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

(CITY AND STATE)

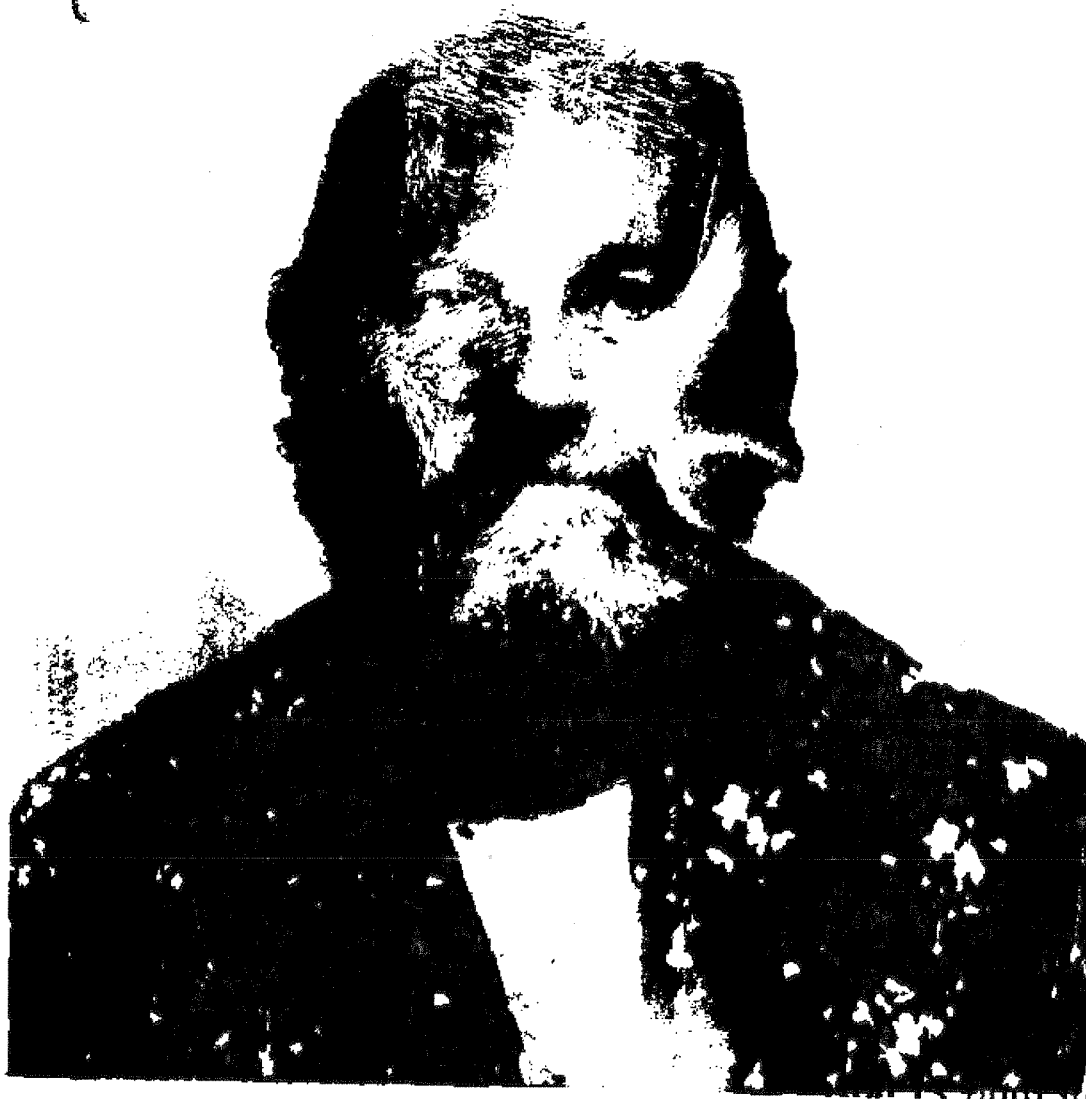
(NAME OF SPECIAL AGENT)

To Be Returned	<input type="checkbox"/>	Yes	Receipt Given	<input type="checkbox"/>	Yes
	<input type="checkbox"/>	No		<input type="checkbox"/>	No

Description:

1 photo of Bernard
Cornfield Oct. 1974

45-875



BERNARD CORNFELD
Oct. 1974

NR038 NY CODE

12:28 AM NITEL 4-21-75 PLQ

TO: SAC, LOS ANGELES AND
WASHINGTON FIELD

FROM: SAC, NEW YORK (62-14624) (P)

INVESTORS OVERSEAS SERVICES, LTD., BERNARD CORNFELD MISC-CIVIL
SUIT

157-8224-1576 3/75
87-40513 * 1/75
12-61A-1237 1/75

FOR THE INFORMATION OF RECEIVING OFFICES, INVESTIGATION IN THIS MATTER WAS INSTIGATED AT THE REQUEST OF THE USA, SOUTHERN DISTRICT OF NY, TO DETERMINE THE ACTIVITIES OF BERNARD CORNFELD, FORMER CHAIRMAN OF THE BOARD, INVESTORS OVERSEAS SERVICES, LTD., (IOS), THE REQUEST WAS RELATIVE TO A SUIT FILED AT SDNY NAMING CORNFELD AND IOS AS DEFENDANTS IN A MATTER INVOLVING GOLD SPECULATION IN WHICH THE GOVERNMENT IS SEEKING DAMAGES IN EXCESS OF \$12,500,000.00.

AUSA FRANK WOHL, SDNY, HAS REQUESTED EXPEDITIOUS HANDLING OF LEADS TO AVOID DISMISSAL OF PENDING SUIT.

ONLY DATA AVAILABLE ON CORNFELD IS: BERNARD CORNFELD, WMA, DOB AUGUST 17, 1927.

LOS ANGELES AT BEVERLY HILLS, CALIFORNIA WILL VERIFY FOLLOWING ADDRESS AS THAT OF CORNFELD'S AND THEREAFTER, CONDUCT LOGICAL INVESTIGATION TO LOCATE CORNFELD: 1000 (OR 100) CAROLYN WAY, BEVERLY HILLS, CALIFORNIA.

OK
CO NY
HAR

WMA

62-7594-1

SEARCHED	INDEXED
SERIALIZED	FILED
APR 21 1975	
FBI - LOS ANGELES	

PAGE TWO NY 62-14624

WASHINGTON FIELD WILL REVIEW STATE DEPARTMENT PASSPORT FILES
AND OBTAIN PHOTOCOPY OF APPLICATION FOR NEW YORK.

END

LA-

FOR 4 PLS

BDW FBI LA ACK FOR 4

TU AND CLR

4/23/75

AIRTEL

AIRMAIL

TO: SAC, NEW YORK (62-14624)
FROM: SAC, LOS ANGELES (62-7594) (RUC)
SUBJECT: INVESTORS OVERSEAS SERVICES, LTD;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT
OO: New York

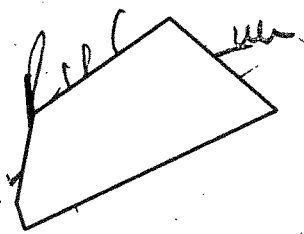
Re New York teletype to Los Angeles 4/21/75.

Enclosed for New York is one copy each of a Los Angeles Times article dated 1/14/75 and Los Angeles report of SA [redacted] dated 2/3/75, captioned BERNARD CORNFELD; ET AL, ETC., ITSP - FBW.

For the information of New York, the case captioned BERNARD CORNFELD; ET AL, ETC., ITSP - FBW is presently in the pre-indictment stage and Assistant United States Attorney ROBERT C. BONNER, Los Angeles, has been assigned the case for prosecutive action.

2 - New York (Encl. 2)
1 - Los Angeles

JJF/pah
(3)



100-7594-2
SEARCHED —
INDEXED
SERIALIZED *[initials]*
FILED *[initials]*

FILES AND RECORD DESTRUCTION ORDER

DATE 4/23/75

TO: ADIC.

FROM: SA

RE: FILE NO. 62-7594

I HAVE REVIEWED THIS FILE, AND HAVE
CONSIDERED THE CRITERIA SET FORTH IN SAC MEMORANDUM
52-74, DATED 11 / 5 / 74, AND THIS FILE SHOULD BE
DESTROYED UNDER THE:

- ☒ FIVE YEAR RULE.
☐ TEN YEAR RULE.
☐ DO NOT DESTROY

JUSTIFICATION FOR RETENTION IS AS FOLLOWS:

CASE AGENT'S INITIALS

SUPERVISOR'S INITIALS

Stripped
Initials fmj
Date 4/24/75

62-7594-3

SEARCHED	INDEXED
SERIALIZED	FILED
APR 23 1975	
FBI - LOS ANGELES	

fmj

NR033 NY PLAIN

1:10 AM NURGENT 4-24-75 PLQ

TO: SAC, LOS ANGELES

FROM: SAC, NEW YORK (62-14624) (P)

INVESTORS OVERSEAS SERVICES, LTD., BERNARD CORNFELD MISCELLANEOUS-
CIVIL SUIT

RE NEW YORK NITEL TO LOS ANGELES AND WASHINGTON FIELD,
APRIL 21, 1975, NEW YORK TELEPHONE CALL TO LOS ANGELES ON APRIL
24, 1975.

ON APRIL 24, 1975, AUSA PAMALA DAVIS, AUSA, SDNY, ADVISED
THAT THE PRESENT WHEREABOUTS OF SUBJECT SHOULD BE DETERMINED WITHIN
48 HOURS SO THAT IT WOULD BE POSSIBLE TO DETERMINE IF SUBJECT CAN
BE SERVED WITH A SUBPOENA TO APPEAR IN THE SDNY CONCERNING THE
ACTION FILED AGAINST HIM THERE.

AUSA DAVIS ADVISED THAT IT WILL NOT BE POSSIBLE TO SERVE THE
SUBJECT IN CALIFORNIA HOWEVER IT WILL BE NECESSARY FOR HER TO KNOW
IF SUBJECT IS CURRENTLY LOCATED AT 100 OR 1,000 CAROLYN WAY,
BEVERLY HILLS, CALIFORNIA. SHE FURTHER STATED THAT IT WILL BE
NECESSARY TO DETERMINE IF SUBJECT OWNS THE PROPERTY AT THIS ADDRESS.

LOS ANGELES AT BEVERLY HILLS, CALIFORNIA WILL DETERMINE IF
SUBJECT IS CURRENTLY LOCATED AT 100 OR 1,000 CAROLYN WAY, BEVERLY
HILLS, CALIFORNIA, AND WILL DETERMINE IF HE OWNS THIS PROPERTY AND
IF HE DOES NOT OWN THE PROPERTY WILL DETERMINE WHO OWNS THIS PROPERTY.

END

LA-

HOLD PLS

Supra
advised 4/24/75 by tel call.
" Off at 1100 Carolyn Way
in name of Graybell, Inc.
B. Cornfeld, Pres. Graybell, Inc.
See. Reporting 87-4073
1975

62-7594-4 ✓

SERIALIZED	FILED
SEARCHED	INDEXED
12 APR 24 1975	
FBI - LOS ANGELES	

Handle for

1-20-40

2 days

mon

th + Paris

OFFICE COPY

#13

36

BR 036 LA PLAIN

PM NITEL 4-25-75 LAD

TO NEW YORK (62-14624) WXS

FROM LOS ANGELES (62-7594) P

INVESTORS OVERSEAS SERVICE, LTD; BERNARD CORNFELD, MISCELLANEOUS - CIVIL SUIT

RE NEW YORK TEL TO LOS ANGELES APRIL 24, 1975, AND NEW YORK TELCALL TO LOS ANGELES APRIL 25, 1975.

CONFIDENTIAL SOURCE LOS ANGELES HAS ADVISED TODAY THAT [REDACTED]

[REDACTED] HAS BEEN IN [REDACTED]. HE IS EXPECTED TO GO TO [REDACTED] FROM [REDACTED]. SOURCE WILL ADVISE LOS ANGELES WHEN [REDACTED] SOURCE

b7D

ADDITIONALLY ADVISED THAT RESIDENT OF CORNFELD ON CAROLYN WAY, BEVERLY HILLS, BELIEVED TO BE LEASED, HOWEVER TAX ACCESSORS ROLLS WILL BE CHECKED RE OWNERSHIP AND NEW YORK WILL BE ADVISED.

END

OFFICE COPY

WJP/lad
(1)

lad

4/25/75
SAC

SENT 10:15p BY Bud

62-7594-5

SEARCHED —
INDEXED —
SERIALIZED —
FILED —

Mail, Saturday, February 10, 1973

Financier Cornfeld

accused of rape

bid in his flat

MILLIONAIRE financier Bernie Cornfeld was accused yesterday of attempting to rape a 29-year-old girl at his Belgravia flat.

He was also accused of indecently assaulting the girl, Valli Davis, and assaulting her causing actual bodily harm.

The offences were said to have taken place during the early hours of yesterday.

No objection

Miss Davis, who was not in court, was said to live in Los Angeles.

Cornfeld, bearded and wearing a brown seal-skin coat, was in court at Bow Street for three minutes.

He raised no objection when the magistrate proposed remanding the case to March 9.

He told the court that he would be leaving the country between now and that date

By LEO CLANCY

and the magistrate then reduced his proposed bail from £1,000 to £500 with one surety of £500.

Cornfeld, 41, of West Halkin Street, Belgravia, London, W., gave no indication of his plea to the charges, laid earlier yesterday morning at Gerald Road police station.

Cornfeld was born of Russian parents in Istanbul and was taken to America when he was five.

In the late 60s he became one of the most powerful financiers in the world as head of Investors Overseas Services.

He founded the firm in Paris in 1956 after giving up social work and a job in a girls' school.

Just over ten years later, IOS, based in Geneva, had 14,000 salesmen selling mutual funds to 800,000 clients in 100 countries.

At that time Cornfeld's personal fortune was thought to be more than £45 million. He

had a villa in Switzerland, a 12th-century chateau in France, a house in London's Belgrave Square, an apartment in Paris, and a permanent suite at the Carlisle Hotel, New York.

To travel between these places he had a BAC One-Eleven jet, an eight-seater Falcon jet, and a French Mystere seating 11.

He also kept two yachts, a Rolls-Royce and a thoroughbred racing stable.

Recorded

In May 1970, Cornfeld left as chairman of the IOS board and now has no connection with the company.

He still kept most of his possessions, however, and is recorded as saying that he had between 30 and 40 million dollars in Swiss banks.

Cornfeld has become famous for his lavish parties—particularly in Hollywood where he recently paid about £210,000 for a mansion.



BERNARD CORNFELD in London yesterday

SEARCHED
SERIAL
APR 23 1975
62-759446

FILED

19-Year-Old Girl Accuses Cornfeld Of Rape Attempt

LONDON, Feb. 9 (AP).—American financier Bernard Cornfeld, former president of the Investors Overseas Services (IOS) mutual fund, was accused today of the attempted rape of an American girl.

Mr. Cornfeld, 45, was also charged with indecently assaulting the girl, Valli Davis, 19, and of causing her actual bodily harm at his home in London's Hyde Park district earlier today.

He was remanded on £1,000 bail until March 9. Police said they had no objection to bail.

In December, 1970, a London court granted an injunction against Mr. Cornfeld ordering him to refrain from assaulting a 20-year-old actress, Victoria Principal.

The girl, who said she had once lived with Mr. Cornfeld, told the court he had twice assaulted her. But she later dropped the charge after coming to a "private arrangement" with Mr. Cornfeld.

and 2 London A 362

Valli, the girl in the Cornfeld case

VALLI DAVIS, the 19-year-old American girl in the Cornfeld sex charge case, leaves her secret London address today.

Financier Bernard Cornfeld is accused of attempting to rape her at his house in West Matilda Street, Belgravia, in the early hours of Friday morning.

He is also accused of indecently assaulting her and assaulting her causing actual

bodily harm. Mr Cornfeld, 45, was remanded on bail at Bow Street court for a month.

Valli, from Los Angeles, has been staying at an expensive flat in London. She answered the door today dressed in a pink bath towel, but said: "I have nothing to say."

"I knew it has been in the papers but I would rather leave it at that. I am getting ready now to go down to the police station."

Evening Standard: Steve Wood

The DAILY TELEGRAPH
Thursday, March 8,
1973

CORNFELD CASE

The case of Bernard Cornfeld, 45, the financier, who was to face rape and assault charges at Bow Street this week was put off yesterday until April 17 at the request of the Director of Public Prosecutions.

525
and London!

4/25/75

AIRTEL

Investors Overseas Services
87-31570-25 10/70
Thfs 11062

TO: SAC, NEW YORK (62-14624)

FROM: SAC, WFO (62-10727) (P)

CHANGED (IO)

INVESTORS OVERSEAS SERVICES, LTD.,

BERNARD CORNFELD 12-61A-1302 2/75

MISC. - CIVIL SUIT

92-3901-5 (S/70)
Thfs no 62

Title changed to show subject's correct name as
BERNARD CORNFELD, rather than BERNARD CORNFELD, per pass-
port files.

62-7594X (4/75)

Retel from NYO dated 4/21/75.

Enclosed to New York Office (NYO) are 9 copies
of an insert. This represents investigation by SA [redacted]
[redacted] The U.S. Government records cited are files of
the Passport Office, Department of State. Also enclosed to
NYO and Los Angeles is one copy each of a set of newspaper
clippings alluded to in the insert.

This information has been set forth in this fashion
as an aid to NYO in requesting additional investigation, if
desired. One copy of this insert is being furnished to Los
Angeles for its assistance in coverage of present and future
leads. NYO may also desire to have the Bureau request investi-
gation in London and Bern about CORNFELD's arrests in those
areas in the past.

- 2- New York (Enc. 10) *SR7*
①- Los Angeles (Enc. 1) (Info)
1- WFO

KJH:lej
(4)

62-7594-7

SEARCHED...	INDEXED...
SERIALIZED...	FILED...
APR 28 1975	
FBI - LOS ANGELES	

#13

WFO 62-10727

WFO is requesting a check of retired passport files for additional data on CORNFELD. No copy of his application is being furnished to NYO, but a copy could be secured in authenticated form by presentation of a subpoena to the Chief of the Legal Division of the Passport Office.

U.S. Government records, reviewed by a Special Agent of the FBI on 4/24/75, disclose that BERNARD CORNFELD was last issued passport Z-2102386 at the Embassy at Rome, Italy, on 10/1/74, for proposed continued travel abroad on business and return to the U.S. within one month for a visit. He did not furnish any specific travel plans in his application dated 10/1/74, at Rome. This passport was valid for 5 years' travel to all countries except Cuba, North Korea, and North Vietnam.

It is pointed out that, under current passport regulations, a passport may be used by the bearer for lawful travel within the period of its validity whenever and as often as desired without further notification to the Department of State or other government agency. The Passport Office does not receive information as to whether or when a passport is used for foreign travel.

CORNFELD stated that he was born on 8/17/27, at Istanbul, Turkey, and claimed derivative U.S. citizenship through his mother, who was naturalized at Kings County, New York, in 1938. He indicated that he had immigrated to the U.S. in 1931, and had resided there continuously until 1945. He gave his permanent residence and foreign address as 218 Rt. de Lausanne, Parc del Principi, Geneva (Switzerland). In the event of death or accident, he requested that SOPHIE CORNFELD, his mother be notified at the same address. He listed his father as LEON CORNFELD, born in Romania in 1867, naturalized in 1939 at Providence, Rhode Island, and now deceased. He listed his mother as SOPHIE SALTZBERG, born at Odessa, Russia on 1/24/87, residing with him. He indicated that he had never been married.

By telegram dated 2/9/73, the Embassy at London informed the State Department that it had learned that day from the London Police of the arrest of BERNARD CORNFELD, financier, born in Istanbul on 8/17/27, but as yet the Embassy had no particulars about his passport status. The telegram

reported that CORNFELD had been charged with indecent assault, causing actual bodily harm, and attempted rape of [redacted] an American citizen of [redacted] Los Angeles, California. CORNFELD appeared on 2/9/73, at Bow Street Magistrate's Court and was bailed until 2/23/73. His address was given as 1 West Halkin Street, London S.W.1. The Embassy noted that the press had made several inquiries concerning the case.

On 2/13/73, the Embassy at London set an airgram to the State Department reporting that CORNFELD had been bailed to appear again at Bow Street Magistrate's Court on 3/9/73, that his passport was not being held as a condition to bail in view of his business commitments out of the country. The Embassy advised that CORNFELD was issued passport Z-1686920 in London on 9/29/72, limited to expire in three months, to replace passport Z-1007668 issued in Bern in October 1968, and reportedly stolen. It is to be noted that when he was issued passport Z-2102386, as reported above, he presented passport Z-1007668 issued at Bern on 10/8/69, and same was cancelled and returned to him. He did not disclose to the Embassy at Rome that he had been issued a passport in London in 1972.

This communication also noted that [redacted] who has accused CORNFELD of attempted rape, was born [redacted] [redacted] This airgram also enclosed to the State Department two press clippings about this matter.

By airgram dated 3/9/73, the Embassy at London further reported that CORNFELD's next appearance in court had been postponed until 4/17/73, at his request. He was reportedly at the time of this communication in the United States. Additional press clippings were forwarded to the State Department.

The Embassy at London reported on 5/1/73, that the hearing in this case had been further postponed until 4/30/73, at which time he again appeared in Bow Street Magistrate's Court. The charges against him of attempted rape and assault causing actual bodily harm were dismissed. He pleaded guilty to indecency and common assault and was fined a total of 450 pounds. He was legally represented by Beer & Partners, Wardrobe House, 5-A Wardrobe Place, London, E.C.4.

The file also contains a telegram dated 5/15/73, from the Embassy at Bern announcing that BERNARD CORNFELD, born at

WFO 162-10727

Istanbul on 8/17/27, bearer of passport Z-1007668 issued at Bern on 10/8/69, had been arrested in Geneva " on suspicion of fraud shareholders of IOS." CORNFELD was held under investigative arrest in Prison St. Antoine in Geneva. A hearing was to be held at 10:00 a.m., on May 16 (1973), to determine whether he was to be released on bail. The file contains no further information concerning this incident.

The following description appeared in his file:

Height:	5'8"
Hair:	Blonde
Eyes:	Blue
Marks:	Beard
Social Security	
Account Number:	088-20-0916

F B I

Date: 4/29/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: SAC, NEW YORK (62-14624)
FROM: SAC, LOS ANGELES (62-7594) (RUC)
SUBJECT: INVESTORS OVERSEAS SERVICES LTD.;
BERNARD CORNFELD
MISCELLANEOUS-CIVIL SUIT
OO: New York

Re New York teletype to Los Angeles, 4/24/75; Los Angeles teletype to New York, dated 4/25/75.

AT LOS ANGELES, CALIFORNIA

The records of the Los Angeles County Tax Assessor, Los Angeles, California, as made available to SC [REDACTED] on 4/28/75, the tax payer of record on the property of 1100 Carolyn Way, Beverly Hills, California, as Grayhall, Incorporated. The tax statements were to be mailed to Grayhall Incorporated care of [REDACTED] [REDACTED] Los Angeles, California.

2 - New York
② - Los Angeles
JJF/em
(3)

SEARCHED _____
INDEXED _____
SERIALIZED mk
FILED mk

OFFICE COPY

Approved: [Signature] Sent _____ M Per _____
Special Agent in Charge

FILES AND RECORD DESTRUCTION ORDER

DATE

4/29/75

TO: ADIC.

FROM:

SA

RE: FILE NO.

62-7594

I HAVE REVIEWED THIS FILE, AND HAVE
CONSIDERED THE CRITERIA SET FORTH IN SAC MEMORANDUM
52-74, DATED 11 / 5 / 74, AND THIS FILE SHOULD BE
DESTROYED UNDER THE:

- ☒ FIVE YEAR RULE.
☐ TEN YEAR RULE.
☐ DO NOT DESTROY

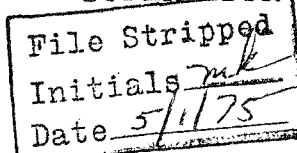
JUSTIFICATION FOR RETENTION IS AS FOLLOWS:

CASE AGENT'S INITIALS

JZ

SUPERVISOR'S INITIALS

HAK



62-7594-9

SEARCHED	INDEXED
SERIALIZED <u>mk</u>	FILED <u>mk</u>
APR 30 1975	
FBI - LOS ANGELES	

HAK

WFO 62-10727

KJH:cad

1

United States Government records, reviewed by a Special Agent of the Federal Bureau of Investigation (FBI) on April 28, 1975, disclose that BERNARD CORNFELD was issued passport Z-1007668 at Bern, Switzerland, on October 8, 1969, for proposed continued travel abroad on business and return to the United States within one month for a visit. He did not furnish any specific travel plans in his application dated October 8, 1969, at Geneva (Switzerland). This passport was valid for five years' travel to all countries except Cuba, Mainland China, North Korea, and North Vietnam.

In the application for this passport, he gave his permanent residence and foreign address as 218 Route de Lausanne, Geneva, Switzerland and in the event of death or accident, he requested that notification be made to 103 - 119 rue de Lausanne, Geneva. He indicated that he had never been married. He presented passport E-698263 issued at New York on October 2, 1964. The previous portion of his file could not be located at this time.

On September 29, 1972, CORNFELD filed a certification at London stating that passport Z-1007668 had been stolen the previous night at a party at his London residence. He stated that he had arrived in London on September 25th and expected to leave on September 29th for Chicago.

Passport Z-1686920 was issued to CORNFELD at London on September 29, 1972, limited to expire in three months, for proposed continued business travel abroad and departure from London via private aircraft on September 29, 1972. This passport was valid for all countries except Cuba, North Korea, and North Vietnam. He listed his permanent residence as 218 Rt. de Lausanne, Geneva, and his foreign address as 1 West Halkin Street, S.W. 2 (London). In the event of death or accident, he requested that SOPHIE CORNFELD be notified at his Geneva address. As identification, he presented a Swiss driver's license and credit cards.

Also on September 29, 1972, at London, he executed an application for extension of this 1972 passport. This was submitted to the Passport Office and on October 24, 1972, the Passport Office authorized the Embassy in London to extend the passport 60 days after issue to expire on September 29, 1977. Such extension was made at London on November 24, 1972.

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 2 1975	
FBI - LOS ANG	

b6
b7c

62-7594-10

WFO 62-10727

KJH:cad

2

This passport file shows that BERNARD CORNFELD is in possession of two valid United States passports, Z-2102386, valid until October 1, 1979, and Z-1686920, valid until September 29, 1977.

4/30/75

AIRTEL

TO: SAC, NEW YORK (62-14624)

FROM: SAC, WFO (62-10727) (RUC)

92-3901-5A PLUS REFS. NO 62
INVESTORS OVERSEAS SERVICES, LTD.,
BERNARD CORNFELD 62-7594R (4/75)
MISCELLANEOUS - CIVIL SUIT + N.M. REFS.

Re WFO airtel dated 4/25/75.

Enclosed to New York Office are nine copies of an insert in this matter. This communication represents investigation by SA [REDACTED] The files mentioned therein are those of the Passport Office, Department of State.

An information copy is designated for Los Angeles for possible assistance.

One copy each of CORNFELD's photo is enclosed to New York Office and Los Angeles.

see serial

b6
b7C

2-New York (Enc. 10)
①-Los Angeles (Enc. 2) (Info)
1-WFO

KJH:cad
(4)

Consolidated
Initials <i>M</i>
Date <i>3-9-78</i>

62-7594-11

SEARCHED <i>2</i>	INDEXED <i>2</i>
SERIALIZED <i>2</i>	FILED <i>2</i>
13 MAY 2 1975	
FBI - LOS ANGELES	

2/18

United States Department of Justice

ADDRESS REPLY TO
"UNITED STATES ATTORNEY"
AND REFER TO
INITIALS AND NUMBER

YLR

71-1247

UNITED STATES ATTORNEY
SOUTHERN DISTRICT OF NEW YORK
UNITED STATES COURTHOUSE
FOLEY SQUARE SV
NEW YORK, N. Y. 10007

February 17, 1972

ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Mr. Richard Baker
Special Agent in Charge
Federal Bureau of Investigation
201 East 69 Street
New York, New York 10021

Re: United States v. I.O.S., Ltd.
and Bernard Cornfeld, S.D.N.Y.
71 Civ. 5258

Dear Mr. Baker:

We are writing to request your assistance in investigating the whereabouts of Bernard Cornfeld, a defendant in the above civil penalty action, in which the Government is seeking damages from Mr. Cornfeld in excess of \$12,500,000.

Specifically, we wish to know the dates on which Mr. Cornfeld was in New York City during 1971, the duration of his stays in New York, the names of the hotel or hotels at which he stayed, and the addresses of the office buildings at which he worked. In addition, we need sworn statements from the hotel and building managers in question, giving, as to each, their name and job titles, the length of Cornfeld's residence at or use of the premises, a description of any activities he carried out at such premises (if known), and any other information about Cornfeld's activities in New York of which these individuals are aware.

In this connection, we have ascertained that Mr. Cornfeld resided at the Regency Hotel, Park Avenue and 61st Street, in July 1971, and that he was seen at

ORIGIN
SUPV.

DATE
23
SECT

62-14624-1

SEARCHED	INDEXED
SERIALIZED	FILED
23	
FBI - NEW YORK	

Unsign

YLR:sv
71-1247

Mr. Richard Baker

-2-

various times during 1971 at the office building at 460 Park Avenue, where he used (often in the evening) offices occupied by a company known as Texfel Petroleum. We also know that Mr. Cornfeld has, in the past, resided at various times at the Carlyle Hotel, 35 E. 76 Street, and that he has made use of a suite at the Regency Hotel, which appears to be leased permanently either to the Arthur Lipper Corporation or an individual named [redacted]
[redacted]

b6
b7C

It is imperative that we receive the requested information and sworn statements to use in response to a motion to dismiss for lack of jurisdiction over Cornfeld. We are certain that such a motion will be made by Cornfeld's attorneys in the very near future. Since this motion could be made virtually any day now, it is critical that we receive the above material from you as soon as possible and, in any event, no later than March 6, 1972. If you encounter difficulties in meeting this deadline, please forward to us the statements you have obtained from representatives at 460 Park Avenue and the Regency Hotel prior to March 6th, as well as any other information in your possession as of that date.

We apologize that it is necessary to set such a short deadline and thank you very much for your cooperation.

Very truly yours,

WHITNEY NORTH SEYMOUR, Jr.
United States Attorney

By: Yale L Rosenberg
YALE L. ROSENBERG
Assistant United States Attorney

Date 11/16/73

Title and Character of Case

INVESTORS OVERSEAS SERVICE, LIMITED;
BERNARD CORNFELD
MISCELLANEOUS-CIVIL SUIT

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Date Property Acquired

SEE BELOW

Source From Which Property Acquired

SEE INDIVIDUAL 1B'S

Location of Property or Bulky Exhibit

VAULT

Reason for Retention of Property and Efforts Made to Dispose of Same

EVIDENCE AND INFORMATION-RETAIN

Description of Property or Exhibit and Identity of Agent Submitting Same

(1) 11/16/73 One RCA Catalog. Rec'd 4/18/73 by SA jan

b6
b7c

SEMIANNUAL INVENTORY CERTIFICATION TO JUSTIFY RETENTION OF PROPERTY (Initial and Date)

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
November 16, 1973	
FBI - NEW YORK	

Field File # NY 62-14624-1B1
#23

FEDERAL BUREAU OF INVESTIGATION

2/22/72

Date of transcription

[redacted] The Carlyle Hotel, 35 East 76th Street, provided the following information:

Hotel records disclosed the following regarding accommodations of former guest BERNARD CORNFELD; Villa Elma, 218 Rt. de Lausaune, Geneva, Switzerland:

<u>Dates</u>	<u>Accommodation</u>	<u>Room</u>
April, 11 - 13, 1968	Rental	16C
July, 30 - August 4, 1968	Guest of Arthur Lipper Corporation (Corp.)	20C
August 12 - 24, 1968	Guest of Arthur Lipper Corp.	20C
September 21, 1968 - no record of departure	"	20C
January 31 - February 5, 1969	Rental	27B
November 4 - 5, 1969 (overnight)	Guest of Arthur Lipper Corp.	20C
January 29 - February 2, 1970	Rental	9C (illegible)
November 8 - 10, 1970	Rental	4H

Hotel files disclosed no record of CORNFELD as a guest during 1971.

The suite of Arthur Lipper Corp. was leased by [redacted] of said corporation. The lease expired last year and the suite is no longer used by Arthur Lipper Corp.

Hotel records also disclosed the following regarding accommodations of former guest [redacted] New Jersey:

<u>Dates</u>	<u>Accommodation</u>	<u>Room</u>
July 31-August 1, 1970 (overnight)	Rental	11K
October 20 (illegible) - 23, 1971	Guest of Arthur Lipper Corp.	20C

Interviewed on 2/18/72

at New York, New York

File # NY 62-14624

by SA [redacted] :cf

Date dictated 2/18/72

NY 62-

Records failed to disclose, and he failed to recall the reason for the accommodations, that is, business or non-business.

2/18/72

b6
b7C

AIRTEL

TO: DIRECTOR, FBI
FROM: SAC, NEW YORK (62-*see att* (P)
SUBJECT: INVESTORS OVERSEAS SERVICES, LTD.;
BERNARD CORNFELD
MISCELLANEOUS-CIVIL SUITS
(OO: NY)

By letter dated 2/17/72, WHITNEY NORTH SEYMOUR, Jr., U.S. Attorney, SDNY, has requested assistance in determining the activities of BERNARD CORNFELD, former chairman of Investors Overseas Services, Ltd. (IOS), while CORNFELD was in NYC in 1971. The matter involves a civil suit filed against CORNFELD for gold speculation. In the suit, which was filed at SDNY on 12/2/71, the government is seeking damages from CORNFELD in excess of \$12,500,000. On 2/23-24/72, a deposition is expected by AUSA YALE ROSENBERG, SDNY, from

the defendants are expected to make motions to dismiss on 3/10/72.

SDNY specifically has requested 3 hotel and/or building managers in NYC to be interviewed re the length of CORNFELD's residence at or use of the premises, a description of any activities, CORNFELD carried out at such premises (if known) and any other information re CORNFELD's activities in New York of which these individuals are aware.

SDNY has ascertained that CORNFELD resided at the Regency Hotel, Park Ave. and 61st St., NY, NY, in July, 1971, and that he was seen at various times during 1971 at the office building at 460 Park Ave., NY, NY, where he occupied offices occupied by a company known as Texfel Petroleum Corp. It is also believed CORNFELD resided at various times at the Carlyle Hotel, 35 E. 76th St., NY, NY.

2 - Bureau
1 - New York

REB:vr
(4)

1-Supervisor #23

ORIGIN
SUPV.

62-146243
62-146243
SEARCHED
SERIALIZED
INDEXED
FILED
FBI - NEW YORK
JAN 23 1972

NY 62-

AUSA ROSENBERG advised no other Government agency has conducted investigation in this matter (71 Civ. 5258) for trial purposes although, in matters not related to this suit, IRS is investigating CORNFELD for possible income tax deficiency and SEC is investigation [] relative to his connection with International Controls Corp.

SAC RICHARD BAKER, NYO, has recommended that this matter be accepted for investigation. NYO will interview the above individuals UACB.

INVESTORS OVERSEAS SERVICES 3/65 163-1348*

ADD. 7 W. 57th ST. NY 19, NY

OS
W 57th St NY 19, NY
Foreman
Police
Cooper

INVESTORS OVERSEAS 4/69 92-4611-SUB A-51
SERVICES MAGAZINE ARTICLE

FORTUNE MAGAZINE, 3/68 EDITION, #138

IO Ph

b6
b7C

INVESTORS OVERSEAS SERVICES 8/67 62-0-52791, A

London, Eng.
It referred
to bar 8/67

INVESTORS OVERSEAS SERVICES 1/67 109-179-809

Brazil

new
clipping

INVESTORS OVERSEAS
SERVICE

5/70

92-4611-SUB A-48
NEWSPAPER CLIPPING

NY Times

5/10/70

Pg. 1

IO Ph

INVESTORS OVERSEAS SERVICE 4/70 92-4611-613

Switzerland

(4/70) reported
cornfield of EOS
planned to open
research house
in NYC &

washed to
Mon. it
lls

b2
b6
b7C
b7D

PZ

pl expedite

Date _____

FEB 19 1972

Subject

BERNARD CORNFELD

Address

Birth Date

Birthplace	
------------	--

Race,	
-------	--

Sex	Age	Weight	Height	Temp	Pulse	Respiration	Blood Pressure	Heart	Lungs	Stomach	Intestines	Genitals	Neurology	Other
Male	25	170	5'10"	98.6	72	18	120/80	Normal	Clear	Normal	Normal	Normal	Normal	Normal
Female	30	150	5'5"	98.4	68	16	110/70	Normal	Clear	Normal	Normal	Normal	Normal	Normal

☐ Male☐ Female

☐ Main Criminal (If no Main, list all Criminal References)

☐ Restrict to Locality of

Remarks

File & Serial Number

Remarks

See att, no med names

Bernie Cornfield
see att, no mid names

Requested by _____

St. George

Extension

File No.

23

File No. 62-14624

Searched by

2/18/72
(date)

Consolidated by

(date)

Reviewed by

(date)

File Review Symbols

I - Identical
NI - Not identical

? - Not identifiable
U - Unavailable reference

GP 0 875-388

pic-

12

CORNFELD, BERNARD

4/69

92-4611-SUB A-5A
MAGAZINE ARTICLE

FOIA ✓

FORTUNE MAGAZINE, 3/68 EDITION, p138

CORNFELD, BERNARD

5/70

92-4611-SUB A-48A
NEWSPAPER CLIPPING

IDR ✓

NY Times

5/10/70

Pg. 1

CORNFELD, BERNARD

3/66

163-1641*

no info
Beyoncé
E.P.C.

DOB. 8/17/27, ISTANBUL, TURKEY

CORNFELD, BERNARD

100-97470-60 p1

856 E. 35th St., Brooklyn, N.Y.

not available
Pub. "Labor
Action"
not known
FED.

memo; 12/20/50

CORNFELD, BERNARD

100-110485-187
p. 2/3
1/53.

NOT available
P.B.

CORNFELD, BERNARD

12/71

62-0-55905

EPK ✓

CORNFELD, BERNARD

1/72

62-0-55905, B

IDR ✓

TEXFEL PETROLEUM
15th & 21st Floors
460 Park Ave. NY, NY

CORNFELD, BERNIE

6/58

100-135470-1

no info
let Bar 7/16/58
Alleged Subversion
Individuals
Engaged In Sale
Of Mutual Funds
of U.S. Army
Installations
Overseas
S.M.C.

INVESTORS OVERSEAS SERVICES
22 BOULEVARD FLANDRIN, PARIS, FRANCE

CORNFELD, BERNIE
856 E 35th St.
Bklyn, NY

121-16190-150
p. 6

MAR 5 1953

100-6680-739 p.133

title
Independent
Socialist League
Formerly known as the
Workers Party
E.S. - E.S.L.

mailing list
Labor Action
The New International

no info
Bulet 9
mailing list
"Labor Action"
"New International"
title

b6
b7C

pls expedite

TO: CHIEF CLERK

Date _____

FEB 19 1972

Subject.

Texfel Petroleum Corp.

Aliases

Address

Birth Date

Birthplace

Race

Sex

☐ Male
☐ Female

☐ Exact Spelling☒ All References

Main Subversive Case Files Only

☐ Subversive References Only

☐ Main Criminal Case Files Only

☐ Criminal References Only

☐ Main Subversive (If no Main, list all Subversive References)

☐ Main Criminal (If no Main, list all Criminal References)

☐ Restrict to Locality of[illegible]

Requested by _____

23

23

Extension

File No.

62-14624

Searched by

(date)

Consolidated by

(date)

Reviewed by

(date)

File Review Symbols

I - Identical
NI - Not identical

? - Not identifiable
U - Unavailable reference

GP 0 875-388

pb

NY-14

CONSOLIDATION OF FILES

FEB 29 1972

DATE.....

FILE NUMBER 62-14624.....

SUBJECT INVESTORS OVERSEAS SERVICES.....

AND

FILE NUMBER 62-14626.....

SUBJECT INVESTORS OVERSEAS SERVICES.....

CONSOLIDATE 62-14626 INTO 62-14624.....

REQUESTED BY AGENT

*Consol gdc
ames*

62-14624-5

SEARCHED.....	INDEXED.....
SERIALIZED <i>gdc</i>	FILED <i>gdc</i>
FEB 29 1972	
FBI — NEW YORK	

[Signature]

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 2/24/72

[redacted] the Regency
Hotel, 540 Park Avenue, provided the following information:

Hotel records disclosed the following regarding
accommodations of former guest BERNARD CORNFELD, 218 Route
De Lausaune, Geneva, Switzerland:

Dates	Accommodations	Rooms
1/18/71	Rental	1029 - 1030
2/13 - 15/71	Rental	-

Hotel records also disclosed the following
regarding rental accommodations of former guest [redacted]
[redacted] New Jersey:

Dates	Name of Company	Rooms
1/1 - 2/71	None listed	1418
1/3/71	None listed	714-716-718
1/19 - 20/71	Arthur Lipper Corporation	1422
2/1 - 2/71	IOS, Limited	1418 - 1420
2/3 - 24/71	-	1422
2/16 - 24/71	International Control Corporation	1420
3/4 - 5/71	International Control Corporation	1431 - 1432
3/6 - 7/71	-	-
3/7/71	International Control	829 - 830
4/7/71	-	924 - 925
8/29 - 30/71	-	924 - 9/25

Records failed to disclose, and he failed to
recall the reason for the accommodations, that is, business
or non-business.

Interviewed on 2/22/72 at New York, New York File # NY 62-14624

by SA [redacted]:tm Date dictated 2/24/72

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 2/24/72

[redacted] 460 Park Avenue provided the following information:

[redacted] office building at 460 Park Avenue, New York, New York.

He recalled seeing BERNARD CORNFELD entering the building and using the elevator approximately three times during 1970 and 1971. He is not sure to which floor CORNFELD took the elevator.

He saw CORNFELD approximately once during the Spring of 1970, and approximately twice during the Summer of 1971. As he recalled it was late afternoon each time he saw CORNFELD. He was unable to recall specific dates. He recognized the individual as CORNFELD through pictures he had seen in newspapers. He failed to recognize the name [redacted]

b6
b7C

Interviewed on 2/22/72 at New York, New York File # NY 62-14624
by SA [redacted] :tm Date dictated 2/24/72

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 2/22/72

[redacted] 460 Park
Avenue, provided the following information:

The firm Texfel Petroleum Corporation (Corp.), 21st floor, 460 Park Avenue, New York, New York, is holder of a lease for that floor. He has rarely heard of or seen personnel working in the area, however. He understood through one of the employees of Texfel Petroleum Corp., [redacted] that BERNARD CORNFELD used the office space on the 21st floor previous to 1969 although he [redacted] never saw CORNFELD there.

Approximately four years ago, 1969, Investors Overseas Services (IOS), Limited, sublet the 15th floor of 460 Park Avenue, New York, New York, from Olin Corp. As he recalls IOS, Limited, was on the 15th floor for about one year.

b6
b7C

He is not sure if CORNFELD or IOS, Limited, are affiliated with Texfel Petroleum, Corp., although he recalled a plaque with a company named "COMFELD" under the Texfel Petroleum Corp. plaque on the 21st floor, outside the office, a few years ago. He did not see or hear of CORNFELD being in the building in 1971.

The building consists of office space and although he saw little of the area of the 21st floor after Texfel Petroleum Corp. started leasing the area, he assumed it has remained office space.

As he recalls, the 15th floor remained office space during the period IOS, Limited, leased it.

He failed to recall the name [redacted]

Interviewed on 2/22/72 at New York, New York File # NY 62-14624 **8**

by SA [redacted] :reb Date dictated 2/25/72

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 3/1/72

[redacted]
Queens, New York, telephone number [redacted] telephonically contacted the New York Office of the Federal Bureau of Investigation (FBI) at which time he advised the following:

He is telephoning in response to a message left for him on February 23, 1972, at his former place of business, 460 Park Avenue, New York, New York.

[redacted] at 460 Park Avenue, New York, New York, until his discharge approximately one month ago. He is presently unemployed.

b6
b7c

He recalled seeing BERNARD CORNFELD in the lobby at 460 Park Avenue, New York, New York, approximately three or four times during October, 1971. He saw CORNFELD during late evening hours, perhaps 11 or 12 o'clock or later, although he does not recall the specific hours.

He is not sure from whom he heard the individual he saw was BERNARD CORNFELD. The individual had a beard of three or four inches and that is the reason he recalled the individual so vividly.

He failed to recall seeing an individual by the name of [redacted]

Interviewed on 2/24/72 at New York, New York File # NY 62-14624 -9

by SA [redacted] :cf Date dictated 3/1/72 8

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE MAR 1 1972	INVESTIGATIVE PERIOD 2/18 - 2/24/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 100px; height: 15px;"></div>	TYPED BY tm
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUITS	

REFERENCES

NYairtel to Bureau, 2/18/72.
Bureau telephone call to NY, 2/23/72.
NY telephone call to Bu, 2/23/72.

-P-

b6
b7CADMINISTRATIVE

It is noted NYO files contain no reference to
Texfel Petroleum Corporation or

NYO files contain numerous files pertaining to
newspaper articles relative to BERNARD CORNFELD; NYO files
also contain the following references regarding CORNFELD:

100-6680-739, P. 133 (1949) Bufile not listed -

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED <i>C. J. R.</i>						SPECIAL AGENT IN CHARGE		
COPIES MADE:						DO NOT WRITE IN SPACES BELOW		
2 - Bureau						62 14624 10		
1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG)						SEARCHED		
2 - New York (62-14624)						SERIALIZED		
						INDEXED		
						FILED		
Dissemination Record of Attached Report						Notations		
Agency						9/20/72 2nd copy sent AUSA Murphy, SDNY. RB		
Request Recd.								
Date Fwd.								
How Fwd.								
By								

NY 62-14624

reference to BERNARD CORNFELD, 856 East 35th Street, Brooklyn, New York, as on mailing lists for "Labor Action" and "The New International"; not known if identical.

100-97470-60 P. 1 (1950), Bufile not listed - reference to BERNARD CORNFELD, 856 East 35th Street, Brooklyn, NY, as on mailing list for "Labor Action", not known if identical.

100-135470-1 (1958) Bufile not listed - case entitled "Alleged Subversive Individuals Engaged in Sale of Mutual Funds At US Army Installations Overseas".

121-16190-15 P.6 (1953), Bufile 121-41791, reference to BERNARD CORNFELD, 856 East 35th St., Brooklyn, NY, as on mailing lists for "Labor Action" and "New International", not known if identical.

163-1641 (1966) Bufile not listed, Foreign Police Cooperation matter entitled, "BERNARD CORNFELD".

NYO files contain numerous files pertaining to newspapers and magazine articles relative to Investors Overseas Services, Limited (IOS); NYO files also contain the following references regarding IOS:

62-0-52791 (1967) Bufile not listed, reference to a letter from [redacted] London, England, inquiring about IOS which was referred to and answered by the Bureau.

92-4611-613 (1970), Bufile not listed, reference to informant report that BERNARD CORNFELD of IOS planned to open a "research house" in NYC and [redacted] was to manage said house.

163-1348 (1965) Bufile not listed, Foreign Police Cooperation matter entitled "Investors Overseas Services, Limited, 7 West 57 St., NY, 19, NY; [redacted]
[redacted]

NY 62-14624

NYO files contain numerous files pertaining to newspaper articles relative to [redacted] NYO files also contain the following references regarding [redacted]:

87-64772-40 (1972) Bufile 87-117084, [redacted]
[redacted] of IOS indexed, not subject, in case entitled
[redacted] ET AL".

b6
b7C

Additional files with reference to the names BERNARD CORNFELD and [redacted] were unidentifiable based upon the information available or were not available for review.

LEADS

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with AUSA YALE ROSENBERG, SDNY, regarding the defendants' 3/10/72 motion to dismiss.

C*
COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG)

Report of:

Office: New York, New York

Date:

MAR 1 1972

Field Office File #:

62-14624

Bureau File #:

Title:

INVESTORS OVERSEAS SERVICES,
LIMITED; BERNARD CORNFELDb6
b7c

Character:

MISCELLANEOUS - CIVIL SUITS

Synopsis:

The records of the Carlyle Hotel, New York, New York, placed BERNARD CORNFELD in New York City during 1968, 1969, and 1970, but not 1971. The records of The Regency Hotel, NY, NY, placed CORNFELD in NYC during 1971. Employees of the office building at 460 Park Avenue, NY, NY, placed CORNFELD in NYC during 1971.

-P-

DETAILSAt New York, New York

Investigation in this matter was predicated upon receipt of a letter from United States Attorney (USA) WHITNEY NORTH SEYMOUR, Jr., Southern District of New York, (SDNY), dated February 17, 1972, which requested assistance in determining the activities of BERNARD CORNFELD, former Chairman of the Board of Investors Overseas Services, Limited, (IOS) while CORNFELD was in New York City in 1971. The request was relative to a suit filed December 2, 1972, at SDNY, naming CORNFELD and IOS as defendants in a matter involving gold speculation in which the government is seeking damages in excess of \$12,500,000.00.

On February 17, 1972, Assistant United States Attorney (AUSA) YALE ROSENBERG, SDNY, was telephonically contacted at 264-6325. Mr. ROSENBERG advised he wished to have the Federal Bureau of Investigation inquire as to the specific dates BERNARD CORNFELD former Chairman of the Board, IOS, and [REDACTED] IOS, were registered at the Carlyle Hotel, New York, New York

NY 62-14624

and the Regency Hotel, New York, New York during 1971. Mr. ROSENBERG also wished to have the Federal Bureau of Investigation inquire as to the activities of CORNFELD and [] at the office building at 460 Park Avenue, New York, New York.

REB:ef

1.

NY 62-14624

On February 23, 1972, an attempt was made to interview [redacted] at 460 Park Avenue, New York, New York. [redacted] at that location advised [redacted] had been released from employment as he did not hold union status. [redacted] according to [redacted] was [redacted] [redacted] at 460 Park Avenue during 1971.

On the same date, [redacted] National Cleaner Contractors, Incorporated, 60 Madison Avenue, New York, New York, was telephonically contacted at [redacted] [redacted] advised [redacted] was employed by the firm as [redacted] at 460 Park Avenue, New York, New York, until approximately one month ago. [redacted] added [redacted] last known address was [redacted] Queens, New York, telephone number [redacted]

On the same date an attempt was made to contact [redacted] at telephone number [redacted] The New York Telephone operator advised the number had been disconnected.

During the evening hours on the same date, Special Agent [redacted] attempted to interview [redacted] at [redacted] Queens, New York. [redacted] at that address, advised she recently moved in the house, that [redacted] no longer lived at that location and [redacted] failed to leave a forwarding address.

3/13/72

AIRTEL

TO: DIRECTOR, FBI
FROM: SAC, NEW YORK (62-14624) (P)
SUBJECT: INVESTORS OVERSEAS SERVICES, LTD;
BERNARD CORNFELD
MISCELLANEOUS-CIVIL SUITS
(OO: NY)
re: NY telephone call to Bur, 2/23/72

AUSA YALE ROSENBERG, SDNY, contacted this date, advised attorneys for the defendants BERNARD CORNFELD and IOS entered a motion to dismiss on 3/10/72. Mr. ROSENBERG further advised he must answer the motion by 3/22/72, with the hearing scheduled for 3/27/72, although he will request an adjournment.

NYO will maintain contact with Mr. ROSENBERG and report pertinent developments to the Bureau.

62-14624-11

SEARCHED	_____
SERIALIZED	_____
INDEXED	_____
FILED	_____

[Handwritten signature]

(4)

RKB

2 - Bureau
1 - New York

1 - Supervisor #23

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cl

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 3/10/72

The following information is confidential and cannot
be made public without the issuance of a subpoena duces tecum
addressed to [REDACTED]

b6
b7C
b7D

Interviewed on 3/9/72 at NEW YORK, NEW YORK File # 62-14624
by SA [REDACTED] /mtm Date dictated 3/10/72

b6
b7C

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 3/14/72

[redacted] Carlyle
Hotel, 35 East 76th Street, provided the following information:

All bills for lodging at the Carlyle Hotel must be paid by check or cash when the guest checks out. No record of who paid the bill is kept. A record would be kept if a guest's check was deposited by the hotel and was returned for "insufficient funds". No record of a check being returned in 1970 or 1971 for [redacted] could be located.

b6
b7C

Interviewed on 3/8/72 at New York, New York File # NY 62-14624 -13

by SA [redacted] kxs Date dictated 3/10/72

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 3/10/72

[redacted] 1385 York
Avenue, provided the following information:

[redacted] at the apartment house at
1385 York Avenue, New York, New York.

He knows [redacted] one of the tenants at
1385 York Avenue, although not personally. He last saw
[redacted] at the apartment house on Sunday, March 5, 1972.

b6
b7c

Interviewed on 3/9/72 at New York, New York File # NY 62-14624 -14
by SA [redacted] :cm Date dictated 3/10/72

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 3/10/72

[redacted] The Regency Hotel,
540 Park Avenue, New York, N. Y., provided the following
information:

[redacted] New Jersey, was a guest
of The Regency Hotel, New York, New York, on the following
dates and paid for his rental with his American Express Card
[redacted] 1/3/71; 3/7/71; 4/7/71.

[redacted] was a guest on the following dates and
International Control Corporation (Corp.) paid for his rental
by check, including on the date 1/19/71, when [redacted] registered
as with Arthur Lipper Corporation:

1/1; 19/71;
2/1; 2/3 to 2/24/71;
3/4/71; 3/6/71;
8/29/71

b6
b7C

Interviewed on 3/9/72 at NEW YORK, NY File # 62-14624
by SA [redacted] :mtm Date dictated 3/10/72



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

March 15, 1972

In Reply, Please Refer to
File No.

INVESTORS OVERSEAS SERVICES

The March 10, 1972, issue of the Swiss French-language newspaper "Tribune de Lausanne" contained an item which read as follows in translation:

"The Proceedings Against IOS Temporarily Suspended.

"The complaint filed against three directors of IOS has been withdrawn, and the procedure instituted at the end of November in the Geneva Court against the three persons has been temporarily shelved, it was learned yesterday at Geneva from an authoritative source.

"The three directors of IOS, Messrs. Robert Vesco, President of the IOS Group; Milton Messner, President of the IOS Limited, parent society of IOS; and Ulrich Strickler, Director of the Overseas Development Bank (ODB), had been arrested on November 30, last, as the result of a complaint alleging dishonest management filed by a client of the ODB as the result of a deal involving IOS shares.

"The next day they had appeared before the Chamber of Accusation which had issued a warrant of commitment against them for dishonest management and possible embezzlement, and had freed them on bonds of 500,000; 100,000 and 100,000 francs, respectively."

"This document contains neither recommendations
nor conclusions of the FBI. It is the property
of the FBI and is loaned to your agency; it and
its contents are not to be distributed outside
your agency."

62-14624-16

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 31 1972	
FBI-NEW YORK	

~~SECRET~~

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED EXCEPT
WHERE SHOWN OTHERWISE

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI (163-2867)

DATE: 3/15/72

FROM : LEGAT, BERN (92-31) (P)

DATE: 08-22-2007

CLASSIFIED BY AUC 60324/BAW/STP/cld

DECLASSIFY ON: 25X 3.3(1 and 6)

08-22-2032

SUBJECT: INVESTORS OVERSEAS SERVICES
FPC

Re WFO letter dated 2/29/72.

(S) A translation of an article in the 3/10/72 issue of the Swiss French-Language Newspaper "Tribune de Lausanne" has been made the subject of an LHM, three copies of which are enclosed.



EXP. PROC.

b1

ENCLOSURE

- (3) - Bureau (Enc. 3)
(1 - Foreign Liaison)
1 - Bern
HDG:rah

62-14684-17

SEARCHED	INDEXED
SERIALIZED	FILED
MAR 31 1972	
FBI - NEW YORK	

b6
b7C

RECEIVED WITH BUREAU
ROUTING SLIP DATED: 3/29/72

~~SECRET~~

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE APR 5 1972	INVESTIGATIVE PERIOD 3/8/72 - 3/29/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 15px;"></div>	TYPED BY cas
		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

REFERENCES:

New York report of SA 3/1/72.
New York airtel to Bureau, 3/13/72.

ADMINISTRATIVE:

The confidential source on page 7 is

The pretext used on 3/8/72, on page 5 was to ask the doorman at 1385 York Avenue, New York, New York, for to which the doorman replied was the only listed as a tenant in the apartment after which the doorman displayed the tenant's register and the name was noted as

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED

SPECIAL AGENT
IN CHARGE

COPIES MADE:

- 2 - Bureau
- 1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG)
- 1 - New York (62-14624)

DO NOT WRITE IN SPACES BELOW

SEARCHED
SERIALIZED
INDEXED
FILED

Dissemination Record of Attached Report

Agency				
Request Recd.				
Date Fwd.				
How Fwd.				
By				

Notations

5/8/72 at SDNY. AUSA ROSENBERG not in PD LITC
5/9/72 at SDNY. AUSA ROSENBERG not in PD LITC
9/20/72 2nd copy sent AUSA Murphy, SDNY, R

NY 62-14624

ADMINISTRATIVE (CONT'D)

written on said register. The FBI was not identified to the doorman as the interested party.

It is noted the case agent in this investigation has been assigned to the TWA Extortion Special, TWABOM, New York file number 149-2059, thus necessitating telephonic contact with AUSA, SDNY.

LEAD:

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with AUSA YALE ROSENBERG, SDNY, regarding IOS and BERNARD CORNFELD.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG)

Report of:

Office: New York, New York

Date:

APR 5 1972

Field Office File #:

62-14624

Bureau File #:

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELDb6
b7C

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised attorneys for the defendants entered a motion to dismiss on 3/10/72. AUSA further advised he is in the process of obtaining an adjournment of the hearing to 4/21/72 or 4/28/72.

- P -

DETAILS:At New York, New York

REB:kxs

1.

NY 62-14624

On March 8, 1972, Assistant United States Attorney (AUSA) YALE ROSENBERG, Southern District of New York (SDNY), telephonically contacted the New York Office of the Federal Bureau of Investigation (FBI). Mr. ROSENBERG requested an attempt be made to determine who paid the hotel bill for [redacted] at the Carlyle Hotel, New York, New York, during 1970 and 1971, and at the Regency Hotel, New York, New York, during 1971. Mr. ROSENBERG also requested an attempt be made to determine whether [redacted] of Investors Overseas Services, or family currently resides at 1385 York Avenue, New York, New York.

REB:tm

1.

NY 62-14624

On March 8, 1972, pretext visit was made to 1385 York Avenue, New York, New York, noted to be a high-rise apartment building. It was determined through the doorman that [redacted] was currently listed as a resident on the apartment's tenant register.

REB:cas

1.

NY 62-14624

On March 13, 1972, and March 29, 1972, Assistant United States Attorney YALE ROSENBERG, Southern District of New York (SDNY), was telephonically contacted at 264-6325. Mr. ROSENBERG advised attorneys for the defendants in the matter of IOS entered a motion to dismiss on March 10, 1972. A hearing was originally scheduled for March 24, 1972; Mr. ROSENBERG advised United States District Court subsequently adjourned the hearing until March 31, 1972, and he (ROSENBERG) is in the process of obtaining an adjournment to April 21, 1972 or April 28, 1972.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

MUTUAL FUNDS

I.O.S. Seeks a Home

When Bernard Cornfeld's mutual-fund empire came tumbling down in a spectacular mid-1970 crash, his main company, Investors Overseas Services, sank so low that money men might well have figured it had nowhere to go but up. Not so. Under Cornfeld's successors, I.O.S.'s troubles have been endless. The several mutual funds that it manages have gone on dwindling in value to about \$982 million last week, from \$2.3 billion in the late 1960s. Roughly

300,000 investors, mostly Europeans, still have money tied up in I.O.S.—and they are hurting. Anybody who put \$1,000 into its vaunted Fund of Funds in 1968 now has assets worth only \$338. The Geneva-based company has accumulated 250 lawsuits against itself, affiliated companies and officers past and present. Now the shrinking giant faces its toughest threat: impending homelessness. From Switzerland, TIME European Economic Correspondent Roger Beardwood filed this report:

Alarmed by the scandals that have rocked I.O.S., Switzerland has tightened its securities laws. These now prevent the selling "from a Swiss base" of mutual funds that are not registered with the Swiss Federal Banking Commission. To register them now would rob I.O.S. of one of its few remaining assets—freedom from legal surveillance. The new Swiss laws thus have the effect of giving I.O.S. notice to abandon its Geneva headquarters.

When the laws were passed last year, I.O.S. officers thought that the company could bypass them by moving its sales office to London, administering clients' accounts from Amsterdam and keeping only executive offices in Geneva. That plan was shattered in November, when the Swiss arrested three I.O.S. officers on charges of "dishonest business practices" and held them in jail for one night before releasing them on bail. Among the trio was New Jersey Entrepreneur Robert Vesco, 36-year-old chairman of an electronics firm called International Controls Corp., who wrested control of I.O.S. from Cornfeld's group in 1970, and is now chairman. The charges were dropped recently.

(Indicate page, name of newspaper, city and state.)

—TIME

—page 61

DO NOT DESTROY - PENDING LITIGATION

Date: April 3, 1972
Edition:
Author:
Editor:
Title:

Character:
or
Classification:
Submitting Office:
☐ Being Investigated

62-14624-19

SEARCHED	INDEXED
SERIALIZED	FILED
APR 5 1972	
FBI—NEW YORK	

Even so, Swiss hostility has forced Vesco and his executives to maintain only remote control over I.O.S. operations. I.O.S.'s president, Milton Meissner, was arrested with Vesco last November, and since then has been careful to stay in a hotel across the French border. I.O.S.'s day-to-day operations are run by Norman Leblanc, a Canadian accountant, but even he cannot work full

time in the Geneva corporate offices because the Swiss have not granted him a labor permit. Leblanc is forced to operate from Ferney-Voltaire, a French village that became a minimetropolis almost overnight in 1967, when Cornfeld erected a complex of buildings to house I.O.S.'s administrative operations.

Nassau Haven? I.O.S. cannot move its sales or executive offices to Ferney-Voltaire, though. Like the Swiss, French authorities are increasingly antagonistic toward the foundering empire. Indeed, I.O.S.'s troubles have stirred such wide suspicion of unregulated mutual funds that the company cannot easily find a suitable haven anywhere in Europe. A move to Nassau in the Bahamas is rumored.

A massive question remains: How much will be left to move? Currently, I.O.S. is running up legal bills estimated at \$4,000,000 a year and accounting fees of some \$1.5 million annually. For the first nine months of 1971, it reported a loss of more than \$9,000,000. Vesco is underwriting some of the losses with loans and loan guarantees from his stateside companies. He is also trying to raise cash by selling surplus subsidiary operations, like a computer-processing company near Geneva, and some of the now unneeded real estate in Geneva and Ferney-Voltaire. Vesco has recently been discussing the possible sale of some of his I.O.S. holdings to Edward Ball and Raymond Mason, Florida financiers. Black as things look for I.O.S., its officers have learned one thing: adversity is never so serious that it cannot get worse.

5/2/72

AIRTEL

TO: DIRECTOR, FBI (163-2867)
FROM: SAC, NEW YORK (62-14624) (P)
INVESTORS OVERSEAS SERVICES, LTD.;
BERNARD CORNFELD
MISC - CIVIL SUITS
OO: NY

b6
b7c

ReNYrep SA [REDACTED] 4/5/72.

AUSA YALE ROSENBERG, SDNY, was contacted 5/1/72, at which time he advised his papers regarding the motion to dismiss the IOS suit were to be filed on the same date (5/1/72), with the hearing for arguments scheduled for 5/5/72.

This information being forwarded for information of Bureau. Report will be forwarded following the 5/5/72 hearing.

2 - Bureau
1 - New York

REB:MTM
(4)
REM

Chief Clerk
Post

62-14624-20

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 2 1972	
FBI - NEW YORK	

5/12/72

AIRTEL

TO: ACTING DIRECTOR, FBI (163-2867)
FROM: SAC, NEW YORK (62-14624)
SUBJECT: INVESTORS OVERSEAS SERVICES, LTD.;
BERNARD CONNFELD
MISCELLANEOUS - CIVIL SUIT
OO:NY

ReNYairtel to Bureau, 5/2/72.

AUSA, SDNY, contacted 5/11/72, advised USDC Judge
this date reserved decision in the matter of the defendant's
move for dismissal.

Report to follow.

2 - Bureau
1 - New York

MEB:ef
(4)

1 - Supv. #23

SEARCHED _____
SERIALIZED _____
INDEXED _____
FILED _____

62-14624-21

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE MAY 18 1972	INVESTIGATIVE PERIOD 5/1-5/11/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY [REDACTED]	TYPED BY cf
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

REFERENCES

NYrep of SA [REDACTED] 4/5/72.
 Bureau form 0-7 to NY, 3/29/72.
 NYairtel to Bureau, 5/2/72.
 NYairtel to Bureau, 5/12/72.

- P -

ADMINISTRATIVE

It is noted AUSA YALE ROSENBERG, SDNY, was on sick leave May 5 until May 10, 1972, and out of contact.

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED						SPECIAL AGENT IN CHARGE		
COPIES MADE:						DO NOT WRITE IN SPACES BELOW		
2 - Bureau (163-2867)						62 14624 22		
1 - USA, SDNY (ATT: AUSA YALE L. ROSENBERG)						SERIALIZED [initials]		
2 - New York (62-14624)						INDEXED [initials]		
						FILED [initials]		
Dissemination Record of Attached Report						Notations		
Agency						9/20/72 Ind of sent AUSA Murphy SDNY		
Request Recd.								
Date Fwd.								
How Fwd.								
By								

NY 62-14624

LEADS

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA YALE ROSENBERG, SDNY, regarding the matter of Investors
Overseas Services, Limited and BERNARD CORNFELD.

- B* -

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATT: AUSA YALE) ROSENBERG)

Report of:

Office: New York, New York

Date:

MAY 18 1972

Field Office File #:

62-14624

Bureau File #:

163-2867

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELDb6
b7C

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised USDC Judge has reserved
decision in the matter of the defendants move
for dismissal.

- P -

DETAILSAT NEW YORK, NEW YORK.

REB:cf

1.

NY 62-14624

On May 1, 1972, Assistant United States Attorney (AUSA) YALE ROSENBERG, Southern District of New York (SDNY), was contacted at his office at Foley Square. Mr. ROSENBERG advised his papers regarding the matter of Investors Overseas Services, Limited (IOS) and the motion to dismiss were to be filed before United States District Court (USDC), SDNY, this date (May 1, 1972), and a hearing was scheduled for May 5, 1972.

On May 10, 1972, AUSA ROSENBERG was telephonically contacted at 264-6325, at which time he advised the hearing scheduled for May 5, 1972, was adjourned by USDC Judge MILTON POLLACK, SDNY, until May 11, 1972, or May 19, 1972.

On May 11, 1972, AUSA ROSENBERG was telephonically contacted and advised Judge POLLACK, SDNY, this date reserved decision in the defendant's move for dismissal. Mr. ROSENBERG advised no indication was given regarding a date Judge POLLACK will make his decision known.

6/26/72

AIRTEL

TO: DIRECTOR, FBI (163-2867)
FROM: SAC, NEW YORK (62-14624) (P)
SUBJECT: INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELD
MISCELLANEOUS-CIVIL SUIT
(OO: NY)

ReNYrep of SA [REDACTED] 5/18/72.

AUSA YALE ROSENBERG, SDNY, contacted 6/23/72, advised a meeting was held at USDC, SDNY, on 6/20/72, at which time USDC Judge MILTON POLLACK, SDNY, advised he will allow the government complete discovery on the issue of personal jurisdiction over IOS previous to any decision on the motion of dismiss.

The next conference was scheduled for 9/22/72.

2 - Bureau
1 - New York

REB:vr
(4)

62-14624-23

1-Supervisor #23

Chief Clerk
Post

62-14624-23
SEARCHED
SERIALIZED
INDEXED
FILED

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE JUL 3 1972	INVESTIGATIVE PERIOD 5/18/72 - 6/13/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY [REDACTED]	TYPED BY len
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

b6
b7cREFERENCESNYrep of SA **[REDACTED]** dated 5/18/72.

ACCOMPLISHMENTS CLAIMED					<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	<input checked="" type="checkbox"/> RECOVERIES		
APPROVED [Signature]						SPECIAL AGENT IN CHARGE	
COPIES MADE: 2 - Bureau (163-2867) 1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG) ② - New York (62-14624)						DO NOT WRITE IN SPACES BELOW 62 14624 24 SEARCHED _____ SERIALIZED _____ INDEXED _____ FILED _____	
Dissemination Record of Attached Report						Notations	
Agency						9/20/72 Ind eg sent AUSA Murphy SDNY CRK	
Request Recd.							
Date Fwd.							
How Fwd.							
By							

COVER PAGE

NY 62-14624

LEADS

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA YALE ROSENBERG, SDNY, regarding the matter of IOS and
BERNARD CORNFELD.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG)

Report of:

Date:

Office:

New York, New York

Field Office File #:

JUL 3 1972

Bureau File #:

62-14624

163-2867

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELDb6
b7C

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised a meeting is scheduled at USDC
on 6/22/72 concerning discovery on jurisdiction
matters.

- P -

DETAILS:At New York, New York

REB:men

1.

NY 62-14624

On May 18, 1972 and June 13, 1972, Assistant United States Attorney YALE L. ROSENBERG, Southern District of New York, was contacted at his office at Foley Square. Mr. ROSENBERG advised no decision has been made known by United States District Court, Southern District of New York, regarding the matter of I.O.S. and BERNARD CORNFELD. However, Mr. ROSENBERG advised, a meeting is scheduled on June 22, 1972 at United States District Court concerning discovery on the jurisdiction matter.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE AUG 18 1972	INVESTIGATIVE PERIOD 6/23 - 8/4/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY [REDACTED]	TYPED BY mtv
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

REFERENCESb6
b7c

NY report of SA [REDACTED] 7/3/72.
NY airtel to Bureau, 6/26/72.

-P-

ADMINISTRATIVE

It is noted AUSA YALE ROSENBERG, SDNY, in the telephone conversation of 6/23/72, advised BERNARD CORNFELD's attorney recently sent a letter to USDC Judge MILTON POLLACK, SDNY, asking the case to be decided on its merits. Mr. ROSENBERG advised he was ~~not~~ sure of Judge POLLACK's reply but he assumed Judge POLLACK ~~did~~ not agree in view of a conference being scheduled for 9/22/72.

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED						SPECIAL AGENT IN CHARGE		
COPIES MADE:						DO NOT WRITE IN SPACES BELOW		
2 - Bureau (163-2867)						62 146 24 25		
1 - USA, SDNY (ATTN: AUSA ROSENBERG)						SEARCHED		
2 - New York (62-14624)						SERIALIZED		
						INDEXED		
						FILED		
Dissemination Record of Attached Report						Notations		
Agency						2nd copy sent aUSA DAN Murphy		
Request Recd.						SDNY, 9/20/72		
Date Fwd.						[Signature]		
How Fwd.								
By								

NY 62-14624

LEAD

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA ROSENBERG, SDNY, regarding the conference scheduled for
9/22/72.

-B*-
COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, SDNY (ATTN: AUSA YALE L. ROSENBERG)

Report of:

Date:

AUG 18 1972

Office: New York, New York

Field Office File #:

62-14624

Bureau File #: 163-2867

b6
b7c

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised USDC Judge, SDNY, is allowing the government to complete discovery on the issue of personal jurisdiction over IOS previous to any decision on the motion to dismiss.

-P-

DETAILS:

REB:mtv

1.

NY 62-14624

On June 23 and August 4, 1972, Assistant United States Attorney (AUSA) YALE ROSENBERG, Southern District of New York (SDNY), was telephonically contacted at (212) 264-6325. Mr. ROSENBERG advised a meeting was held on June 20, 1972 at United States District Court (USDC) and Judge MILTON POLLACK, SDNY, advised he will allow the government to complete discovery on the issue of personal jurisdiction over Investors Overseas Services, Limited (IOS), previous to any decision on the motion to dismiss.

Mr. ROSENBERG advised the next conference is scheduled for September 22, 1972.

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

62-14624

Vesco Quits International Controls Posts; Return to I.O.S. Operations Is Speculated

By SCOTT R. SCHMEDEL

Staff Reporter of THE WALL STREET JOURNAL

NEW YORK—Robert L. Vesco, the 36-year-old New Jersey entrepreneur who dismembered the huge international financial complex known as I.O.S. Ltd., resigned as chairman, chief executive and a director of International Controls Corp.

No reason was given in International Controls' announcement, and Mr. Vesco couldn't be reached for comment.

A retiring, controversial man called "brilliant" by his associates, Mr. Vesco founded International Controls, a diversified electronics manufacturer headquartered in Fairfield, N.J., in 1965. He moved into I.O.S. to fill the vacuum created when I.O.S. directors deposed the company's playboy founder, Bernard Cornfeld, in a desperate effort to keep I.O.S. from collapsing in 1970.

After arranging a vital loan to I.O.S., Mr. Vesco stepped into its chairmanship and had International Controls acquire a 38% interest in its stock at prices as low as 22 cents a share. His plan to create a new international financial combine by reshuffling I.O.S. assets went awry, however, when the Securities and Exchange Commission took an interest.

I.O.S. Divorce

Long critical of the Cornfeld operations, which it banned from the U.S., the SEC began to investigate relations between Mr. Vesco and I.O.S. and to demand more public disclosure

about them. No action has resulted so far from the 18-month-old investigation, but earlier this year, Mr. Vesco resigned his posts with I.O.S. and the new companies he had split off from it. International Controls sold its interests in I.O.S. and its offshoots to Vesco associates who were managing those companies, and he insisted this was a complete divorce.

At International Controls' annual meeting in July, Mr. Vesco announced plans for a reorganization of that company, whose own operations have produced little profit in the past two years. He said he intended to devote his attention to International Controls, although he wouldn't commit himself to remaining its chief executive in discussing the plan with a reporter.

Laurence B. Richardson Jr., president of International Controls and heir apparent to Mr. Vesco, declined yesterday to discuss the reason for the resignation or to comment on Mr. Vesco's plans.

Edward B. Simmons, a vice president of Prudential Insurance Co. of America, to whom Mr. Vesco disclosed his action a couple of hours before the public announcement, said Mr. Vesco didn't give him a reason. But on the basis of past intimations that Mr. Vesco was considering the move, Mr. Simmons said he thought the purpose was to "clear his skirts with the SEC." Some shareholders had suggested at the annual meeting that Mr. Vesco resign for just that reason.

(Indicate page, name of newspaper, city and state.)

p. 4
Wall Street Journal
NY, NY

Date: 9/20/72
Edition:
Author: Scott R. Schmedel
Editor:
Title:

Character:
or
Classification:
Submitting Office:
☐ Being Investigated

62-14624 - 26
SEARCHED INDEXED
SERIALIZED FILED



SEC Declines Comment

In Washington, SEC officials declined to comment on the resignation and on the status of the investigation.

Prudential is a major lender to International Controls, and its approval is required for the reorganization plan. Mr. Simmons said he didn't think Mr. Vesco's departure would have "any effect" on the company's operations "at all." He said he didn't think the move would influence Prudential's attitude toward the reorganization and added, "We have a fair amount of confidence in Richardson."

Sources close to Mr. Vesco wouldn't suggest what his next step may be, but others have speculated that he will move back into control of the more valuable companies spun off from I.O.S., most of which have headquarters in Nassau, Bahama Islands. But there was nothing yesterday to confirm that.

The resignation was announced about 20 minutes before the close of trading on the American Stock Exchange and after International Controls had set a 1972 low of \$4 a share. It closed at \$4.375, down 12.5 cents from the day before, on volume of 41,800 shares.

Mr. Vesco owns 928,963 shares, a 24.4% interest. He told the annual meeting he and his children, who own 46,380 more shares, were transferring about 350,000 shares to a trust.

Mr. Richardson said he didn't think the trading activity before the announcement reflected a "leak" about the resignation and suggested that the price decline came from "some overhanging blocks of stock." He added, "The decision was just made today by Bob, though I wouldn't be surprised if he had been considering it over a period of time. He has discussed it with the whole board over a period of months. He said the board would meet soon to consider accepting the resignation."

"Standards of Comfort" Clause

Mr. Vesco has been receiving an annual salary of \$120,000 under a five-year contract effective last Jan. 1. The contract provides for expenses of "transportation (including use of a private aircraft and automobile supplied by the company), office facilities, entertainment and lodging, all of standards of comfort not less than the standards of comfort maintained by Vesco in his personal life."

Mr. Vesco is to continue as a "consultant" to the company, and Mr. Richardson said he assumed the employment contract would be renegotiated.

Meanwhile, Mr. Richardson said that he will act as chief executive, pending confirmation by the board, and that further moves toward reorganization of International Controls will await board discussion. The plan wasn't solely Mr. Vesco's, Mr. Richardson said.

Mr. Richardson, 51, became president in December 1970. He previously was president of a subsidiary, All American Industries Inc., and before that held executive positions at LTV Aerospace Corp. and Fairchild Hiller Corp.

Last week, International Controls also announced the resignation of Stanley Hiller Jr., a former executive vice president of Fairchild Hiller Corp., as a director and chairman of the executive committee.

As explained at the annual meeting, the reorganization plan calls for spinning off one unprofitable subsidiary, 90%-owned Datron Systems Inc., as a dividend to International Controls shareholders. International Controls and another subsidiary, 81%-owned Radiation International Inc., would be merged into 80%-owned All American, which already is listed on the American exchange.

The process would eliminate the somewhat tarnished name of International Controls and reverse a reorganization of a few years ago.

In 1971, International Controls earned \$655,000, or 17 cents a share, after extraordinary losses and a profit of nearly \$1.1 million attributed to a "premium" it received on the loan arranged for I.O.S. Sales were \$74.2 million.

In the first half of this year, an extraordinary gain of \$885,000 from the sale of the stock in I.O.S. and its offshoots enabled the company to report net income of \$425,000, or 11 cents a share.

In the current third quarter, International Controls will recognize a profit of \$3.2 million, or 85 cents a share, from the early retirement of some debentures sold in Europe.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE OCT 2 1972	INVESTIGATIVE PERIOD 9/20 - 9/22/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 15px;"></div>	TYPED BY jfo
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISC - CIVIL SUIT	

b6
b7cREFERENCESNew York report of SA 8/18/72.LEADSNEW YORKAT NEW YORK, NEW YORK. Will maintain contact with
AUSA DANIEL MURPHY, SDNY, regarding the matter of I.O.S.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:				
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES		PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO				
APPROVED						SPECIAL AGENT IN CHARGE			DO NOT WRITE IN SPACES BELOW		
COPIES MADE:						2 - Bureau (163-2867) 1 - USA, SDNY (ATTN: AUSA MURPHY) ② - New York (62-14624)			62 14624 27 SEARCHED SERIALIZED INDEXED FILED		
Dissemination Record of Attached Report						Notations					
Agency											
Request Recd.											
Date Fwd.											
How Fwd.											
By											

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/ld

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, SDNY (ATTN: AUSA DANIEL MURPHY)

Report of:

Office: New York, New York

Date:

OCT 2 1972

b6
b7C

Field Office File #:

62-14624

Bureau File #: 163-2867

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised the 9/22/72 conference at USDC,
cancelled and a conference was anticipated during
October, 1972.

-P-

DETAILSAT NEW YORK, NEW YORK.

REB:lp

1.

NY 62-14624

On September 20, 1972, Assistant United States Attorney (AUSA) DANIEL MURPHY, Southern District of New York (SDNY), telephonically advised he had been assigned the matter of Investors Overseas Services, Limited. Mr. MURPHY further advised the September 22, 1972 conference at the United States District Court (USDC), SDNY, was cancelled and he anticipated a conference in October, 1972, specific date unknown.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE NOV 22 1972	INVESTIGATIVE PERIOD 10/13/72 - 11/9/72
TITLE OF CASE INVESTORS OVERSEAS SERVICES LIMITED; BERNARD CORNFELD		REPORT MADE BY [REDACTED]	TYPED BY len
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

b6
b7cREFERENCE

NYrep of SA [REDACTED] 10/2/72.

-18-

LEADNEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA DANIEL MURPHY, SDNY, regarding the matter of IOS.

ACCOMPLISHMENTS CLAIMED						<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
APPROVED						SPECIAL AGENT IN CHARGE		DO NOT WRITE IN SPACES BELOW
COPIES MADE:								62 14624 28
2 - Bureau (163-2867) 1 - USA, SDNY (ATTN: AUSA MURPHY) ② - New York (62-14624)						SEARCHED _____ SERIALIZED _____ INDEXED _____ FILED _____		
Dissemination Record of Attached Report						Notations		
Agency								
Request Recd.								
Date Fwd.								
How Fwd.								
By								

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, SDNY (ATTN: AUSA DANIEL MURPHY)

Report of:

Date:

NOV 22 1972

Office: New York, New York

Field Office File #:

62-14624

Bureau File #:

163-2867

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELDb6
b7C

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised he plans to file an affidavit with USDC, SDNY, in the near future regarding the issue of jurisdiction in the matter of BERNARD CORNFELD.

- P -

DETAILS:At New York, New York

On October 13 and November 9, 1972, Assistant United States Attorney (AUSA) DANIEL MURPHY, Southern District of New York (SDNY), was contacted at his office at Foley Square. Mr. MURPHY advised he plans to file an affidavit with the United States District Court (USDC), SDNY, in the near future regarding the issue of jurisdiction in the matter of BERNARD CORNFELD.

(Mount Clipping in Space Below)

SEC Files Big Civil Suit Against International Controls Vesco and 40 Others on Charges of Draining IOS Funds

Diverting of \$224 Million Is Alleged; Receiver Sought For International Controls

By SCOTT R. SCHNEIDER
Staff Reporter of THE WALL STREET JOURNAL
NEW YORK—After two years of investigation, the Securities and Exchange Commission dumped a massive, civil-injunction suit on Robert L. Vesco and International Controls Corp. that goes far beyond any anticipated charges of fraud and deceit.

Most significantly, the 53-page complaint accuses them and 40 subsidiaries of draining \$224 million from the offshore mutual funds of crumbling I.O.S. Ltd., "virtually all of their portfolios of readily marketable securities" issued by United States companies.

The "fraudulent" transactions through which this allegedly occurred were "rife with self-dealing," and "detrimental" to the shareholders of the public companies and funds involved and have enabled the Vesco group to divert the proceeds "to their own personal pursuits and interests," the SEC asserted.

Filed in federal court here early yesterday, the suit names as individual defendants 21 men and 21 companies, funds and banks. It slashes across international boundaries into Europe, the Bahamas and Costa Rica and brings charges against foreign citizens, residents and institutions on the ground that many of the transactions, under the direction of the 48-year-old Mr. Vesco, took place in the U.S.

Basic to the SEC's case is the allegation that despite his repeated disclaimers, Mr. Vesco still exercises control over I.O.S., the companies he split off from it over the past year, and the men who say they bought International Controls' later cuts of the companies. Mr. Vesco has resigned nearly all his posts with the companies and served as a "consultant" to them.

Sale of Interest
In March, Mr. Vesco announced that International Controls had sold its 28% interest in I.O.S. to four men he brought into I.O.S. management. In June, Mr. Vesco said International Controls had sold its controlling minority interests in two I.O.S. offshoots to Norman P. L. Blance, president of the group. According to the SEC, the transactions were made "simply" to create an illusion that Mr. Vesco had relinquished control.

Furthermore, the SEC alleged, payments to International Controls for the purchases were made through Vesco's use of misappropriated monies of the (I.O.S.) funds. The SEC also challenged International Controls' claim that the transactions produced tangible profits for it.

Mr. Vesco unexpectedly moved into the I.O.S. picture in mid-1970, when the interim management that had deposed founder Bernard Cornfield was looking for rescue from troubles brought on the slump in the U.S. stock market and apparent mismanagement of I.O.S. finances.

Mr. Vesco arranged a loan for I.O.S., got himself appointed a key member of the board, picked a new president for the company, and early in 1971, had himself named chairman. At the time, he also was chairman and chief executive of International Controls. Late last September, Mr. Vesco resigned all his posts with International Controls, apparently in an effort to remove some of the pressure from the SEC investigation, but he was reelected a director about two weeks later. Mr. Vesco still holds about 29% of International Controls' stock.

Suspended Trading

Shortly before filing the suit, the SEC suspended trading in the securities of International Controls, a diversified electronics maker listed on the American and Pacific Coast stock exchanges. The trading halt runs through tomorrow to permit distribution of news about the suit.

Although operating losses have been a prime factor, too, the price of International Controls common has been under pressure from uncertainties about the SEC investigation since its existence was disclosed in March 1971. On March 18, 1971, the day the SEC ordered its staff to advance into a formal, private investigation of the situation, the stock closed at \$12.625 a share in trading on the Amex. This year the price has ranged from \$2.875, a new low reached Friday, to \$11.575. On Friday, after an announcement that the company's independent auditors, Lybrand, Ross Bros. & Montgomery, had resigned, the stock closed at \$3 share—the last trade before the suspension.

As a civil suit, the SEC case doesn't carry

any criminal penalties, although the charges it makes, if proved, would brand Mr. Vesco and his associates as international swindlers. The SEC can refer the matter to the Justice Department with a recommendation that an indictment be sought. An SEC attorney declined yesterday to comment on whether that may happen in this case.

Remedies Sought by SEC

Along with other remedies, the SEC principally seeks:

—An order barring the defendants from continuing their alleged violations of U.S. securities laws;

—The appointment of a receiver for International Controls, to correct past "false and misleading" reports to the SEC and to its shareholders and to take various steps to protect the shareholders;

—The appointment of a receiver to take possession of the voting stock of I.O.S. offshore mutual funds and to protect their shareholders;

—An order requiring Mr. Vesco and the other defendants to account for and make restitution of the allegedly misappropriated money;

—The appointment of a receiver to take possession of the controlling stock in the two I.O.S. offshoots—Value Capital Ltd. and International Bancorp Ltd.—and to obtain restitution of any dissipated values for International Controls.

Temporary Restraining Order

Late yesterday, before Federal Judge C. E. Stewart Jr. here, the SEC investigators tried to get a temporary restraining order that would put some of these proposed actions into limited effect. The order would apply while the SEC seeks a lengthier preliminary injunction that would stand until the case itself is resolved through trial or out-of-court settlement.

Robert E. Kushner, an assistant general counsel of the SEC, argued that the temporary order was vital, because further illegal transfers of money and assets allegedly are in process.

Judge Stewart, who had little chance to study the voluminous papers filed by the SEC, reserved decision on the restraining order, but commented, "My disposition is not to grant it."

"I don't feel at the moment that enough has been presented to me to justify it."

The judge scheduled a hearing Friday morning to set a date for arguing the bid for the preliminary injunction.

The SEC investigation was directed by Stanley Sporkin, deputy director of the division of enforcement, and Mr. E. Kushner. Laurence B. Richardson Jr., president and acting chief executive of International Controls, was the only defendant in the courtroom. He declined to comment on the SEC's charges. Other defendants, including Mr. Vesco and other I.O.S. executives, were not present. Mr. Sporkin said the SEC charges that Mr. Vesco and other I.O.S. executives have been diverting funds from I.O.S. to their own personal pursuits and interests.

The only defendants represented by attorneys at the hearing were Laurence B. Richardson and International Controls. One attorney suggested that I.O.S. and other foreign companies that are defendants could be expected to challenge the jurisdiction of a U.S. court in the matter.

Law Firm Members Named

Besides naming as defendants Mr. Vesco's principal business associates in International Controls and I.O.S., the SEC made charges against three men from one of New York's most prominent law firms: William F. McGee, partner; Thomas J. McGee, partner; and Raymond W. McGee, partner. The law firm was D'Almonte, an associate. The law firm was U.S. counsel for I.O.S. before Mr. Vesco appeared and continued to work for the company during his regime.

These defendants lent their skills to facilitating and executing defendant Vesco's scheme to mulct the (I.O.S. mutual funds), the SEC declared.

Mr. Cornwell is a former general counsel and a former director of the division of corporate regulation of the SEC.

Late yesterday, the law firm issued a statement on behalf of the three attorneys denying the SEC's charges. "It is unfortunate that the commission afforded (the attorneys) no opportunity to be heard prior to the institution of the action," the statement declared. "The firm expresses its complete confidence in the professional and personal integrity of (the three men)."

The SEC complaint is in four counts, generally charging violations of the antifraud, public-filing and proxy-statement provisions of the securities laws. Interestingly, it doesn't mention the original reason cited for the investigation. That was the question of whether Mr. Vesco and Fairfield, N.J.-based International Controls had violated a 1967 consent order banning I.O.S. and its "affiliates" from any activities under SEC regulation. The SEC won the order for charging that the flamboyant Mr. Cornwell's operations, although based in Geneva, Switzerland, and aimed at foreign residents, were transgressing U.S. laws in appealing to U.S. citizens.

Last year, Mr. Vesco denied that Interna-

(Indicate page, name of newspaper, city and state.)

pp 3, 18

Wall Street Journal
NY, NY

Date: 11/28/72
Edition: ENSTEEN
Author: SCOTT R. SCHNEIDER
Editor:
Title:

Character:
or
Classification:
Submitting Office:
☐ Being Investigated

62-14624-29A

SEARCHED.....INDEXED.....
SERIALIZED.....FILED.....
NOV 28 1972
FBI-NEW YORK

SEC Sues International Controls; Vesco, 40 Others on IOS Dealings

International Controls was subject to the 1967 order and ~~invested~~ that the company was abiding by SEC rules in its public disclosures. He failed, however, in a suit brought to stop the investigation.

The first, and lengthiest, count in the SEC suit details the allegedly spurious sales of International Controls' interests in the I.O.S. companies to other companies said to be controlled by Mr. Vesco in exchange for money drawn from a fund managed by I.O.S. It claims there wasn't any substantiation for the nearly \$7.4 million price paid to International Controls or any disclosure of the truth about the transactions.

The count also alleges that last spring, Mr. Vesco had cash and securities of I.O.S.-managed mutual funds transferred from independent and responsible custodians, including the Bank of New York, to new banks under his control and had the securities sold.

The SEC alleges specifically that more than 125 million of fund money was "converted to the Vesco group's personal pursuits" between April and October of this year and says that additional proceeds of about \$100 million from the sale of securities in that period "are unaccounted for."

The SEC alleges that the sales of securities by I.O.S.-managed funds included \$41 million by Venture Fund, \$84 million by Fund of Funds and \$121 million by IIT, an international investment trust.

Transactions Attacked

The alleged transactions attacked by the SEC include these:

In June, \$20 million of Venture Fund's proceeds was invested in a company "nominally" controlled by Norman LeBlanc, brought to I.O.S. management by Mr. Vesco. This company bought International Controls' interests in the I.O.S. companies.

In August, \$60 million was transferred from Fund of Funds to a bank controlled by the group and invested in a "shell corporation," Interamerican Capital S.A., formed in Costa Rica and "controlled by defendant Vesco and his group." The investment was made "as part

Please Turn to Page 18, Column 2

Continued From Page 3

of their endeavors to obtain a haven in Costa Rica for their activities."

In May and June, Fund of Funds bought 225,000 shares of Keyser Ullman Ltd., of London, for more than \$2 million and IIT bought 600,000 Keyser-Ullman shares for more than \$5.2 million. At the time, Value Capital, headed by Mr. LeBlanc, was negotiating to sell to Keyser-Ullman International Life Insurance Co. (U.K.). The sale occurred a few months later.

In September, IIT bought \$9.5 million in debentures of a subsidiary of EHG Enterprises Inc., a privately owned Puerto Rican real-estate development company that allegedly had been unable to arrange a public stock offering. At the same time, Venture Fund bought EHG preferred for \$2.5 million. Alberto Inocente Alvarez, who allegedly is aiding Mr. Vesco's activities in Costa Rica, is a director and shareholder of EHG and received a \$290,000 finder's fee from EHG.

The second count contains the SEC's answer to one of the early mysteries in Mr. Vesco's dealings with I.O.S.; that is, who bought six million preferred shares of I.O.S. from Mr. Cornfeld in January 1971 for \$5.5 million and later resold them to International Controls? Mr. Cornfeld reportedly didn't know himself.

According to the SEC, Mr. Vesco induced Arthur Lipper Corp., a privately owned New York brokerage firm that depended on I.O.S. business, to deposit \$5.5 million in Butlers Bank Ltd., Nassau, the Bahamas. The bank lent the money to a "shell" company, Linkink Progressive Corp. S.A., furnished by a Swiss bank at Mr. Vesco's behest, the SEC alleges.

Linkink, controlled by two Vesco associates, Albert R. J. Straub and Ulrich J. Strickler, bought the Cornfeld stock, and in May 1971, an International Controls subsidiary bought Linkink in exchange for shares of the subsidiary, the SEC contends. These events were hidden, and International Controls and Mr. Vesco made false statements to the SEC about them, the SEC declared.

International Controls Earnings

The third count of the SEC suit alleges that International Controls improperly reported earnings for 1970, 1971 and 1972 by including misrepresented income from transactions involving I.O.S.

One device previously was reported. It involved valuing at \$3.6 million some warrants the company received as a premium for arranging the 1970 loan to I.O.S. and taking that amount into its accounts to offset interest expense, even though no cash was received.

This move was "false and misleading and not in conformity with generally accepted accounting principles," the SEC charged. The agency also said the warrant income should have been reported separately, rather than being "hidden" in "interest expense, net."

The device was used to "camouflage" declining earnings in 1970 and a net operating loss in 1971, the SEC said.

The agency further charged that an extraordinary gain of \$1.7 million that International Controls reported this year from the sale of its I.O.S. interests was "false and misleading."

According to the SEC, the gain valued a tax-indemnification agreement with the purchaser at \$1.7 million, when International Controls "had no reasonably foreseeable expectation of making a valid claim for that amount."

Other Defendants

The fourth count of the suit charges that International Controls violated laws governing reports and proxy materials filed with the SEC.

Other defendants include the four men who purportedly bought control of I.O.S. from International Controls—Messrs. LeBlanc, Strickler,

Milton F. Meissner and Stanley Graze; Mr. Straub; Frank G. Beatty, executive vice president of International Controls, among other offices; Wilbert J. Snipes, a director of International Controls and senior vice president of American National Bank & Trust Co., Morristown, N.J., a custodian for some of the I.O.S. funds; James Roosevelt, son of the late President Franklin Roosevelt and at various times a director of I.O.S. and related companies; and Frederic J. Weymar, managing director of a Bahamian bank allegedly controlled by the Vesco group.

Also, C. Henry Buhl III, a former I.O.S. director; Allan C. Butler, former head of Butlers Bank, who sold it and a group of Bahamian companies to Mr. LeBlanc last August; John D. Schuyler and Edward Stoltenberg, officers of various funds; Howard F. Cerny, a New York attorney closely associated with Mr. Vesco; and Georges Philippe, an officer of Bank Cantrade, a Swiss bank and of its affiliate, Consulenta-Verwaltungs A.G. Mr. Philippe allegedly aided in the purchase of Mr. Cornfeld's stock.

Mr. LeBlanc is Canadian. Messrs. Strickler and Philippe are Swiss. The others are U.S. citizens.

The company defendants include: I.O.S. and subsidiaries that manage the funds—Transglobal Financial Services Ltd., IIT Management Co., F.O.F. Management Co., Venture Management Co. and Transglobal Growth Fund Management Co., as well as the funds themselves.

Also, International Bancorp and Value Capital, the I.O.S. offshoots; Bahamas Commonwealth Bank and Overseas Development Bank Luxembourg S.A., owned by Bancorp; Butlers Bank; Bank Cantrade and Consulenta; Global Holdings Ltd. and Global Financial Ltd., two holding companies through which Mr. LeBlanc purportedly bought Value Capital and International Bancorp stock from International Controls; and Kilmorey Investments Ltd., through which Messrs. Strickler (who currently owns all its stock), LeBlanc, Meissner and Graze allegedly bought the 38% interest in I.O.S. from International Controls.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

62-14624-29

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
FBI - NEW YORK	

2



Roosevelt



The Dwindling Funds

Long plagued by troubles, the IOS mutual funds had a new problem last week. The SEC charged that a group that controlled IOS has milked the funds of "virtually all of their portfolios of readily marketable securities issued by U.S. companies." The SEC listed these figures:

	Assets, March 31	Securities sold
VENTURE FUND	\$ 51 million	\$ 41 million
FUND OF FUNDS	\$113 million	\$ 64 million
IIT	\$260 million	\$121 million



Vesco

Robert Ritter

The IOS Saga: Now, a Great Swindle?

Robert Vesco, the rescuer who appeared at last, certainly had his admirers. "I want you to know," said Warren White, who had been Cornfeld's assistant, "that within a very few minutes of meeting Robert Vesco, I knew I was in the presence of one of the greatest financial geniuses of the twentieth century."

"Do You Sincerely Want to Be Rich?"
by Charles Raw, Bruce Page and
Godfrey Hodgson

That Robert Vesco had a flair for things financial was never in real doubt; early in his career, he took an obscure New Jersey valve manufacturer and built it into a mini-conglomerate ambitiously named International Controls Corp. By late 1970, however, Vesco seemed ready for a far bigger test of his financial dexterity: the salvation of Investors Overseas Services Ltd., the Broomfield complex of offshore mutual funds that was convulsing from years of fast-and-loose management by its founder, Brooklyn-bred Bernard Cornfeld. In those days, Vesco professed interest only in IOS's financial planning, not its management—even though his company's \$5-million loan to the fund giant would have entitled him to both. "Our motive is simple," he said at the time. "We love money."

He loved it all too well; the Securities and Exchange Commission charged last week in a massive civil suit filed in a New York Federal court, the SEC said that Vesco and a platoon of his associates had systematically "looted" three of the biggest funds under IOS control of a staggering \$224 million. Thoroughly in keeping with the grandiose IOS saga, this latest and perhaps most dramatic episode would, if proved, be what SEC Commissioner Philip A. Loomis called "one of the largest securities

frauds ever perpetrated." But also in keeping with IOS's tempestuous rise and fall, a good many details and a few key questions remained obscure in the accusation. Some \$100 million was still unaccounted for in the SEC's reckoning, and the agency was unable last week to spell out the Vesco group's real purpose or even to assert whether all the principals actually profited from their alleged machinations.

The machinations themselves, however, were dazzling, and the SEC's case seemed persuasive in its intricate detail. The agency charged that the Vesco-controlled group, including former directors and officers of ICC, IOS and their subsidiaries, had established a bevy of new, thinly capitalized "shell" banks and corporations in the Bahamas, Europe and Costa Rica. By exchanging their own nearly worthless shares for stock in the IOS funds' portfolios, the shells served as receptacles for the \$224 million in securities that the group covertly stripped from the Fund of Funds, the Venture Fund and the International Investment Trust (IIT). This represented "wholesale looting" of "virtually all of [the funds'] portfolios of readily marketable securities issued by U.S. companies," said the SEC.

Hoax? The rape of IOS's funds, purportedly began only last April, the month when Vesco reported that he had severed all ties with IOS in two separate sales. But these transactions, the SEC contends, were merely "to create an illusion that [Vesco] had relinquished control." In fact, says the SEC, Kilmory Investments Ltd., the company set up by the four buyers of IOS, was under Vesco's thumb all the time. And while all this was going on, the SEC said, IOS directors either failed to notice it or neglected to meet their responsibility to

stop it. Among the directors named as defendants, though not as direct members of Vesco's squad, was James Roosevelt, the former UN representative and eldest son of FDR.

Despite the sketchy documentation of some sections of the case, the SEC said that the extreme gravity and urgency of the continuing violations had made it imperative for the government to file suit as soon as possible. Among other things, the SEC seeks a preliminary injunction against the defendants that would halt any further violations, the appointment of receiverships for ICC and IOS's funds and an order forcing Vesco and his associates to make restitution for the allegedly looted money.

Value: Where does all this leave IOS? No one, including the SEC, knows, for sure, if the SEC's charges prove even roughly accurate. Vesco and his friends have transformed a company that boasted assets of \$2.1 billion three years ago into a corporate shell virtually devoid of real assets. The gutted mutual funds, and in turn their shareholders—now hold stock in the various shells instead of blue-chip U.S. companies and, according to the SEC, the new securities are barely worth the paper they are printed on. "What's left [of IOS] appears to be nothing more than a grab bag of lawsuits with millions of [dollars in] claims against IOS," says a knowledgeable Washington attorney. "Almost nothing of value is left to meet those claims if judgment is rendered against IOS."

For IOS's biggest shareholder, the SEC's accusations were the final straw. In late October, Milton Meissner and Ulrich Strickler, two of the four principals of Kilmory Investments, had reached a preliminary agreement to sell their 38 per cent controlling interest in IOS to a Madrid-based group of Spanish noble-

IOS Shifts 4 Funds to Closed-End Status, Banning Redemptions, Because of U.S. Suit

A WALL STREET JOURNAL News Roundup

U.S. charges that Robert L. Vesco and his associates drained \$224 million from four mutual funds managed by I.O.S. Ltd. have "forced" I.O.S. to convert the European-based funds into closed-end investment companies, the beleaguered concern's president declared in London.

That means that investors in the four funds can't any longer redeem their certificates for cash at net asset value.

In an interview, Milton F. Meisner, who apparently assumed I.O.S.'s presidency last weekend, denied the charges in a civil suit filed in New York by the Securities and Exchange Commission on Nov. 27.

"The entire assets of the funds can be completely accounted for," Mr. Meisner asserted. "I can assure you that Vesco doesn't control I.O.S. or its directors and that SEC allegations of a conspiracy to loot the funds are untrue."

Mr. Meisner contended that securities and cash of the four funds were on deposit mostly with large and reputable banks outside the U.S., except for between \$10 million and \$12 million "in transit."

However, he said the SEC suit would have caused massive redemptions of fund shares, to the detriment of investors. Therefore, he said, I.O.S.'s directors had to end both sales and redemptions of fund shares.

The four offshore funds are IIT, an international investment trust; Fund of Funds, Venture Fund International and Transglobal Growth Fund. Their shares can't legally be held by U.S. citizens.

Mr. Meisner, a U.S. citizen and one of the 42 defendants in the SEC suit, didn't name the banks that hold the four funds' securities and cash.

The SEC didn't have any comment on Mr. Meisner's remarks.

The SEC charges that Mr. Vesco and his associates caused the funds' holdings of "readily marketable" U.S. securities to be liquidated and the proceeds invested, through "self-dealing" transactions, in concerns under their own control and of dubious value. It also alleges that custody of the I.O.S. funds' assets was transferred from independent, responsible custodians to new, foreign banks controlled by the Vesco group.

The actions allegedly occurred between last April and October, beginning a year after the SEC began an investigation of Mr. Vesco, I.O.S. and International Controls Corp., a Fairfield, N.J., electronics maker 25% owned by Mr. Vesco.

The SEC seeks restitution of "misappropriated" assets, orders barring violations of U.S. securities laws, receivers for International Controls and other concerns and other remedies.

International Controls owned a 38% interest in I.O.S. until last March, when it sold the stock to a group including Mr. Meisner. Mr. Vesco resigned as I.O.S.'s chairman at the time, but continued as a "consultant." Through his attorney, Mr. Vesco has denied that he continued to control I.O.S. and its funds and offshoots or the men who head them.

Although attorneys for Mr. Vesco, I.O.S. and International Controls have challenged the SEC's accusations in court hearings in New York, Mr. Meisner's statement in the London interview was the first direct rebuttal by any of the defendants.

International Controls' Statement

However, late yesterday, International Controls issued on behalf of itself and Mr. Vesco separate statements about the case. Mr. Vesco, a director of that company who resigned in September as chairman and chief executive, said: "Contrary to these (SEC) allegations, I have engaged in no wrongdoing and have always acted in the best interests of all of International Controls' shareholders. I intend to litigate this case in the courts, not in the press."

Controls before their resignation early this November. In a private examination by SEC investigators on Oct. 24, Mr. McMenamin made these remarks under oath:

"... Most people whom you talk to have a feeling that there is a substantial amount of money, possibly \$150 million, locked into those (I.O.S.) funds that was invested originally by various individuals around the world illegally; either they violated the laws of their own country, or they violated the laws of some country in making an investment in those funds in the first place."

"That is money that won't be liquidated?" an SEC investigator asked.

Mr. McMenamin replied: "Yes. Either because the person who made the investment can't possibly reclaim it, or they are dead—all sorts of reasons."

Funds' Aggregate Assets

At the end of 1971, Mr. McMenamin said, the four funds had "aggregate assets" of between \$500 million and \$800 million. "For a period of time at a number of meetings which I attended," he continued, Mr. Vesco and others tried to develop "a scheme whereby the investors in those mutual funds would be given appropriate notice ranging anywhere from 45 days to 90 days, to liquidate for cash their holdings in mutual funds, or alternatively to end up with bonds and preferred stock of another entity."

In papers filed in federal court here, the SEC argued, "In this fashion, defendant Vesco hoped he could extract the assets of the (I.O.S.) funds representing shares purchased by public investors who could not, or would not exercise their right of redemption."

In yesterday's interview, Mr. Meisner said that once it became apparent that the SEC would bring suit, he proposed a settlement freezing the assets of the four funds until the SEC could examine their operations. His proposal, he claimed, was the basis for the court order the SEC got last week temporarily restricting the funds to investing in publicly traded U.S. securities and certain other securities.

The SEC, which has charged that Mr. Vesco is "at the center... of one of the largest securities frauds ever perpetrated," also has urged other countries to act to protect assets of the I.O.S. funds. Authorities in Canada have, and it's understood that the Luxembourg Banking Control Commission also has taken some measures, although it declined to comment on the report.

In separate actions, two more shareholder suits have been filed in federal court in New York against Mr. Vesco and various co-defendants in the SEC suit. They brought the known total of shareholder suits there to three.

Suit Includes Cornfeld

One suit was brought on behalf of Isidore Gitterman, a former I.O.S. salesman, and his sister, Sophie Yacowar, who are Canadians and residents of Calgary. They are shareholders of I.O.S. and filed their suit on behalf of all I.O.S. shareholders to obtain restitution for that company. Unlike the SEC suit, their suit includes Bernard Cornfeld, I.O.S.'s founder and ousted chief executive, among the defendants.

The other suit was filed by David Greenberg, a New Jersey resident and owner of 1,200 International Controls shares, on behalf of International Controls shareholders. It asks for unspecified damages.

In addition to most of the defendants in the SEC suit, Mr. Greenberg lists Lybrand, the accounting firm, as a defendant. The SEC suit doesn't name Lybrand, but it includes among its allegations a charge that International Controls improperly reported earnings for 1970, 1971 and 1972 periods by including misrepresented income from transactions involving I.O.S.

(Indicate page, name of newspaper, city and state.)

P 4
Wall Street Journal
NY, NY

Date: 12/8/72

Edition:

Author:

Editor:

Title: IOS Shifts
4 Funds

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-4624-31

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Controls said the company "intends vigorously to defend itself in the suit and is optimistic as to the results once all of the facts are presented in open court." However, it said the complexity of the action "precludes a prediction of the potential adverse impact, if any, beyond adverse public relations consequences" and litigation costs.

The company also said its legal counsel had advised it that it would be "inappropriate" while the case is pending to try to demonstrate the propriety of company actions through news releases or comments outside court. Trial of the bulk of the case is scheduled for Feb. 20.

Trading in securities of International Controls was halted for three days by the SEC when the suit was filed. The American Stock Exchange then continued the halt pending the company's anticipated statement. In its last trade on Nov. 24, International Controls common closed at \$3 a share.

In Washington, Calvin H. Cobb Jr., an attorney representing I.O.S. and its subsidiaries that manage the funds, said he couldn't amplify Mr. Meissner's remarks. Mr. Cobb said, however, "It is my understanding that as a result of the lawsuit and the attendant publicity, that redemptions and sales of the I.O.S. funds shares were temporarily suspended."

Spanish-Cuban Group

At the end of October, the controlling 38% interest in I.O.S. reportedly was sold to a Spanish-Cuban group, and Mr. Meissner announced his resignation as president. The 38% had been held by a holding company, Kilmorey Investments Ltd., of which Mr. Meissner owned 20% and Ulrich J. Strickler, another defendant in the SEC suit, owned 80%.

Last weekend, however, the purchasers said they had withdrawn from the transaction because of the SEC complaint. The group included Spaniards connected with the family of Spanish Head of State Francisco Franco and a Cuban named Alberto I. Alvarez.

Although he isn't a defendant, Mr. Alvarez is mentioned prominently in the SEC case as the intermediary for extensive investments by the Vesco group of the I.O.S. funds' assets in ventures in Costa Rica, where he resides.

In the interview, Mr. Meissner conceded that much of the funds' holdings of U.S. securities had been sold and the proceeds transferred outside the U.S. "We knew that the SEC might attempt to declare jurisdiction over the (I.O.S.) funds," he said. "We thought this could represent a danger to fund holders who invested with the understanding that their transactions would remain confidential."

Plan to Protect Investors

Mr. Meissner said he still hopes that a plan can be devised to protect investors in the I.O.S. funds. He said one idea would be to give holders the option of either redeeming their shares or maintaining their investments for a fixed period. "Nearly 80% of our investors are purchasing fund shares on a 10-year installment plan, suitable mostly for long-term investments," he said.

This proposal echoes one described by a witness in the SEC investigation who suggested a different motive behind it. The witness was James D. McMenamin, partner in the accounting firm of Lybrand, Ross Bros. & Montgomery, the independent auditors for International

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Vesco Gets Same Pay, Broader Indemnity In Job Switch at International Controls

By SCOTT R. SCHMEDEL

Staff Reporter of THE WALL STREET JOURNAL

NEW YORK—Robert L. Vesco is receiving the same \$120,000 annual salary and liberal expense account as a consultant to International Controls Corp. that he got as its chairman and chief executive.

In addition, his rights to indemnification by the Fairfield, N.J., electronics manufacturer against claims, lawsuits and other liabilities arising from his position have been broadened.

A copy of Mr. Vesco's consultancy agree-

ment, which took effect Sept. 25, has been filed with the American Stock Exchange. On Nov. 27, the Securities and Exchange Commission filed a civil injunction suit against Mr. Vesco, International Controls, and 40 other men and concerns, accusing them of violating securities laws and defrauding four offshore mutual funds managed by I.O.S. Ltd. of \$224 million.

Trial Set March 5

Mr. Vesco has denied any wrongdoing. The bulk of the case is scheduled for trial on March 5 in federal court here.

The 37-year-old founder and 25%-owner of International Controls resigned as chairman, chief executive and a director of the company Sept. 25. He was reelected a director Oct. 9.

No reason was ever given for these actions, but it was understood at the time that the resignations were prompted by the pressure of the SEC investigation, which had been a matter of public knowledge since March 1971.

The American and Pacific Coast stock exchanges have suspended trading in International Controls' securities since the day the SEC suit was filed. The common last traded on the Amex at \$3 on Nov. 24. However, it has traded since then over the counter. One New York broker quoted it last Friday at \$1.375 bid, \$1.875 asked.

Previous Contract

Mr. Vesco previously had a five-year employment contract, effective last Jan. 1, as chief executive. The consultancy agreement that supplanted it is to run for a minimum of two years.

One feature carried over from the old agreement into the new is the provision for reimbursement of Mr. Vesco's reasonable and necessary expenses in carrying out his responsibilities. These expenses are to include the use of a private aircraft and an automobile supplied by the company, office facilities, entertainment and lodging. The new agreement again provides that these facilities are to be "of standards of comfort not less than the stan-

dards of comfort maintained by Vesco in his personal life."

A covering report attached to the consultancy agreement notes that Mr. Vesco's rights of indemnification under it are "generally more extensive than those contained in the Employment Agreement."

"Generally," the report continues, "Mr. Vesco is to be indemnified under the Consulting Agreement to the extent permitted by applicable law, so long as he acted in good faith with respect to the company and in a manner he reasonably believed to be in or not opposed to the best interest of the company."

Basic Provision

The basic provision of the indemnity clause is to hold Mr. Vesco harmless "against any losses, claims, damages, fines, expenses or liabilities, . . . including amounts paid in settlement," that may arise from his role as a present or former director, employee, agent or consultant of the company. It also applies to positions he held in other companies at the request of International Controls.

Mr. Vesco has been an officer or director of I.O.S. and various of its affiliates and offshoots that also are defendants in the SEC suit.

The agreement specifically provides for reimbursement for legal expenses of counsel chosen by Mr. Vesco for himself.

The covering report and the consultancy agreement were submitted in November to the SEC in the corporation's regular monthly report. Both were signed by Laurence B. Richardson, president and acting chief executive and a defendant in the SEC case.

(Indicate page, name of newspaper, city and state.)

P. 5

The Wall Street Journal

Date: 12/26/72

Edition: EASTERN

Author: Scott Schmedel

Editor:

Title: Vesco Gets Same Pay,
Broader Indemnity In Job
Switch at Int'l Controls

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-14624 - 32

88

88

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE JAN 5 1973	INVESTIGATIVE PERIOD 11/28/72 - 1/2/73
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 15px; margin: 5px 0;"></div>	TYPED BY lxp
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

b6
b7CREFERENCE:New York report of SA , 11/22/72.

- P -

dj

LEAD:NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA FRANK WOHL, SDNY, re the matter of IOS.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:		
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES	PENDING OVER ONE YEAR		<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	PENDING PROSECUTION OVER SIX MONTHS	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
APPROVED					SPECIAL AGENT IN CHARGE		DO NOT WRITE IN SPACES BELOW		
COPIES MADE:					<div style="display: flex; justify-content: space-around; font-size: 1.5em;"> 62 14624 33 </div>				
2- Bureau (163-2867) 1- USA, SDNY (ATT: AUSA WOHL) ②- New York (62-14624) No 23					SEARCHED _____ SERIALIZED <u>dj</u> INDEXED _____ FILED <u>dj</u>				
Dissemination Record of Attached Report					Notations				
Agency									
Request Recd.									
Date Fwd.									
How Fwd.									
By									

COVER A*
PAGE

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP

b6
b7CUNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1- USA, SDNY (ATT: AUSA FRANK WOHL)

Report of:

Office:

New York, New York

Date:

JAN 5 1973

Field Office File #:

62-14624

Bureau File #:

163-2867

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised the summary judgement motion relating to jurisdiction and other legal arguments in the matter of BERNARD CORNFELD and IOS was currently pending.

- P -

DETAILS:

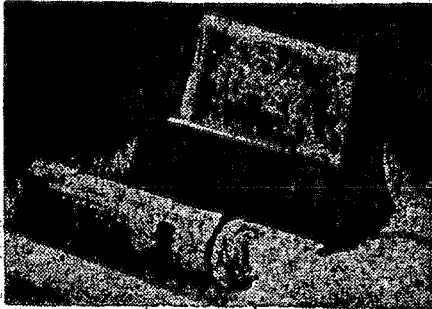
On November 28, and December 18, 1972, Assistant United States Attorney (AUSA) DANIEL MURPHY, Southern District of New York (SDNY), was contacted at his office at Foley Square, and on January 2, 1973, AUSA FRANK WOHL, SDNY, was contacted at his office at Foley Square. Mr. WOHL advised a summary judgement motion relating to jurisdiction and other legal arguments in the matter of BERNARD CORNFELD and Investors Overseas Services, Limited (IOS) was currently pending.

- 1* -

8

THE WALL STREET JOURNAL
Thursday, February 8, 1973

Roll your own Logs!



Your own fireplace logs, that is, with the new Logger, a perfect gift for those who don't like the expense and trouble of real wood. The Logger makes 4-1/2" thick by 20" long logs from newspapers, magazines, and other wastepapers using kerosene- or charcoal lighter to soak the inner core, which acts as a wick, producing a very hot, almost sootless flame. It's the ideal way to get rid of all those old newspapers... and have cozy, long-burning fires, too! \$14.90.

Dealers and Distributors Invited.

Logger Industries

WSJ-3

200 North Stonestreet Avenue • Rockville, Maryland 20850
(301) 340-8700

Please send me _____ LOGGERS @ \$14.90 postpaid.

My check for \$ _____ is enclosed (Maryland residents add 6% tax per unit). Make all checks payable to Logger Industries.

(Please Print)

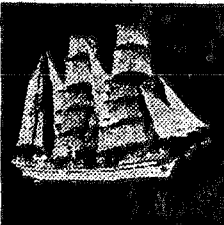
Name _____

Address _____

City _____

State _____

Zip _____



SHIP MODELS:
Both ready-to-build kits and finished models for home or office.
From \$9.95.

MARINE PICTURES:
Full color reproductions of world famous ship and sea pictures.

SHIPS' WHEELS:
Of mahogany or oak; for tables, ceiling lights or wall decorations.

Send 25¢ for 144 page

Ship & Sea

FULLY ILLUSTRATED
CATALOG

Jam packed with ship models, cannon models, famous nautical pictures and hundreds of decorative marine items.

SHIP'S FIGUREHEADS:

Replicas of decorative carved figures from old sailing ships. From \$12.95.

MINIATURE CANNON IN BRASS: Hand built or in kits — for bookends, shelf or desk. From \$6.95.

144 pages of unusual nautical items for the home or office.

Send 25¢ for catalog to:

PRESTON'S

66-B Main Street Wharf, Greenport, N.Y. 11944

PRESTON'S STORE and GALLERY are in the old seafaring village of Greenport, Long Island. You might like to stop down and see us. We'd welcome your visit.

Vesco Resigns International Controls Seat

Departure From Board Is His Second Since September; Foe Wins Round in Court

SEC Again Asks Receiver

By SCOTT R. SCHMEDEL

Staff Reporter of THE WALL STREET JOURNAL

NEW YORK—Robert L. Vesco, 37 years old, resigned as a director of International Controls Corp., his last position with the company he founded and flung into the dizzying circles of international high finance.

The action came a day after Laurence B. Richardson Jr. quit as president of the troubled company and added his voice to that of the Securities and Exchange Commission in charging Mr. Vesco with treating the company as a personal piggybank.

Both men and the company are defendants in an SEC civil suit that accuses Mr. Vesco of directing schemes that violated U.S. securities laws and defrauded four offshore I.O.S. Ltd. mutual funds of \$224 million.

In federal court yesterday, Mr. Richardson, 51, won a temporary order restraining officials and employees of International Controls and their agents from spending or disposing of any company funds or assets, except in the regular course of business. The order is in effect pending a hearing Tuesday on Mr. Richardson's application for the court appointment of a temporary receiver, who would control and manage the Fairfield, N.J., electronics concern until the SEC suit is resolved.

SEC Again Seeks Receiver

The SEC, which had failed in previous attempts to get a temporary receiver appointed for the company, moved again yesterday for the appointment of one.

Mr. Vesco resigned as chairman, chief executive and a director of International Controls last September, apparently hoping to head off the SEC suit. But he was reelected a director shortly afterward. The SEC suit was filed Nov. 27 and named 42 men and companies as defendants.

Mr. Richardson became acting chief executive in September, but in dramatically announcing his resignation as president Tuesday, he declared that Mr. Vesco, "clearly motivated only by his own personal interest," had continued to dominate the board and the management.

(Indicate page, name of newspaper, city and state.)

p 8
The Wall Street Journal
NY, NY

Date: 2/8/73
Edition:
Author: SCOTT SCHMEDEL
Editor:
Title: Vesco Resigns
International Controls
Suit
Character:
or
Classification:
Submitting Office:
☐ Being Investigated

62-14624-34

g g

RH

8

THE WALL STREET JOURNAL, Friday, February 9, 1973

Prospective Buyers of Vesco's 25% Interest In International Controls Are Identified

By SCOTT R. SCHMEDEL

Staff Reporter of THE WALL STREET JOURNAL

NEW YORK—Robert L. Vesco, the founder and former head of International Controls Corp., is negotiating to sell his controlling 25% interest in the Fairfield, N.J., electronics manufacturer to Elmer A. Sticco and Norton W. Mailman.

Mr. Sticco is president of an 81%-owned International Controls subsidiary, Radiation International Inc., of Thomaston, Conn. Mr. Vesco has offered to sell about 120,000 shares of International Controls to a group headed by Mr. Sticco.

Mr. Mailman is chairman of Macrodyne Chatillon Corp., a diversified, New York-based manufacturer that has incurred heavy operating losses in recent years. Vesco & Co., a family corporation, is negotiating to vest in Mr. Mailman the rights to vote its approximately 840,000 International Controls shares for the election of directors.

The embattled Mr. Vesco, 37 years old, was accused in a civil suit filed Nov. 27 by the Securities and Exchange Commission of directing schemes to violate securities laws and to defraud four offshore I.O.S. Ltd. mutual funds of \$224 million. He resigned as a director of International Controls, his last post with that company, on Wednesday.

On Tuesday, a codefendant in the suit, Laurence B. Richardson Jr., resigned as the company's president. He asked federal court here to appoint a temporary receiver, pending resolution of the SEC case, to take charge of the company and eliminate alleged domination of the board by Mr. Vesco.

Identity Had Been Hidden

Mr. Vesco has asserted that Mr. Sticco and Mr. Mailman "are completely unaffiliated with me, and their independence should be beyond challenge." The two men met with International Controls' directors last Monday.

Neither Mr. Sticco nor Mr. Mailman could be reached yesterday for additional information about the negotiations.

Although Mr. Vesco disclosed the existence of the negotiations earlier this week, he attempted to keep the identity of the prospective purchasers secret, because of the "sensitivity" of the situation. At a court hearing Wednesday, Federal Judge Charles E. Stewart Jr. ordered the parties to the litigation to keep Mr. Sticco's and Mr. Mailman's names in confidence and to delete the names from any papers in the public record.

A copy of Mr. Vesco's letter of resignation filed with the court Wednesday described the negotiations, but with the names crossed out.

Mr. Vesco, who has denied the SEC's charges and Mr. Richardson's accusations of misuse of International Controls' funds, said in the letter that he was "willing and eager" to divest himself of the stock, and to free the

company "from even the appearance of any influence by me." The letter added, "As the largest shareholders of the company, our paramount interest is the rehabilitation of the corporation's reputation."

Trading in International Controls' securities has been suspended by the American and Pacific Coast stock exchanges since the suit was filed, but there has been some trading over the counter at \$2 a share or less.

The price of the stock in Amex trading last year dropped from a high of \$11.875 a share to a low of \$2.875 on its last day of trading.

Macrodyne's Situation

Mr. Mailman's company, Macrodyne, negotiated a year ago for a possible combination of assets with Radiation and another International Controls operating subsidiary to form two new companies. Mr. Richardson said yesterday that "we liked the proposition," but that Macrodyne's financial condition and pressure from the SEC investigation known to be under way led to mutual abandonment of the talks.

Macrodyne reported a net loss of \$3.4 million on sales of \$36.5 million for its fiscal year ended last June 30; following net losses of \$9.2 million and \$1.5 million in the two preceding fiscal years. However, it showed a profit of \$102,000 in its first fiscal quarter ended last Sept. 30.

International Controls also has had operating difficulties in recent years, but has been able to show overall profits through special gains, some of them controversial and related to its dealings with I.O.S. In 1971, it had net income of \$655,000, or 17 cents a share, after deducting losses of discontinued operations and an extraordinary loss and reflecting a \$1.1 million credit attributed to a "premium" for arranging a loan for I.O.S. Sales were \$74.2 million.

The company recently restated downward its 1972 nine-month results to show net income of \$1.7 million, or 45 cents a share, including a special gain of \$3.2 million from the early retirement of debentures.

In an interview yesterday, Raymond A. Charles, a senior vice president of Prudential Insurance Co. of America, confirmed Mr. Richardson's claim that the big lender was supporting his actions to bring "independent management" to International Controls. The company owes \$19 million to Prudential, and the loan currently is in good standing. "To say that we support Mr. Richardson is a fair statement," Mr. Charles said. "We agree with what he's doing, and we would like to see the company 'de-Vesco-ized.' But beyond that, we aren't really doing anything ourselves."

Judge Stewart has scheduled a hearing Tuesday on Mr. Richardson's request for a temporary receiver and on a similar motion by the SEC. A trial of the principal issues in the SEC's civil suit is scheduled for March 5.

(Indicate page, name of newspaper, city and state.)

P 8

The Wall Street Journal

NY, NY

Date: 2/9/73

Edition:

Author: SCOTT SCHMEDEL

Editor:

Title: Prospective Buyers of Vesco's 25% Interest in ICC Are Identified.

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-14624

PAC

PAC

(Mount Clipping in Space Below)

14

THE WALL STREET JOURNAL,
Friday, February 23, 1973

Trial of SEC's Suit Against Vesco Delayed To Permit a Hearing

Agency, International Controls
Director Seeking Temporary
Receiver in March 5 Proceeding

By a WALL STREET JOURNAL Staff Reporter

NEW YORK—The trial of the Securities and Exchange Commission's massive civil suit against Robert L. Vesco has been delayed to permit a full-scale hearing on urgent pleas by the SEC and a director of International Controls Corp. for a temporary receiver for the company.

Federal Judge Charles E. Stewart Jr. scheduled the evidentiary hearing, at which witnesses will testify, for March 5, the day that trial of the principal issues in the case was to begin. He didn't set another date for trial. The hearing on the motions for a temporary receiver is expected to take at least a week.

The SEC suit, filed Nov. 27, alleges that the 37-year-old Mr. Vesco, International Controls, and 40 other persons and concerns violated U.S. securities laws and defrauded four foreign mutual funds managed by I.O.S. Ltd. of \$224 million. The agency seeks injunctions barring future violations, requiring restitution of any misappropriated monies, and causing correction of allegedly "false and misleading" public reports about company affairs.

Mr. Vesco is the founder, 25% owner, and former head of International Controls, a diversified electronics manufacturer based in Fairfield, N.J. Through it, he formerly controlled I.O.S., the once huge European financial complex. He has denied any wrongdoing.

The SEC and Laurence B. Richardson Jr. contend that until the SEC suit is resolved, an "equity receiver" is necessary to preserve International Controls' assets from mismanagement by officers and directors allegedly still controlled by Mr. Vesco. A defendant in the case, Mr. Richardson, unexpectedly resigned as the company's president and acting chief executive Feb. 6, charging that Mr. Vesco continued to control the board of directors.

After Mr. Richardson moved for the appointment of a temporary receiver, the SEC renewed its similar, and previously unsuccessful, motion, on the ground that Mr. Richardson had disclosed extensive new information about alleged misuse of company funds by Mr. Vesco and other company officials.

(Indicate page, name of
newspaper, city and state.)

p. 14

The Wall St Journal

NY, NY

Date:

2/23/73

Edition:

Author: not listed

Editor:

Title: Trial of SEC's
Suit Against
Vesco Delayed

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-14624-36

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
FEB 23 1973	
FBI-NEW YORK	

Would Damage Reputation

Attorneys for International Controls argue that receivership would damage the company's reputation and isn't needed, because a new president, Elmer A. Sticco, and new corporate counsel are providing independent management and independent appraisal of Mr. Richardson's charges. Mr. Vesco resigned from the board Feb. 7, but Mr. Richardson remains one of the seven directors.

It has been learned, and confirmed by Mr. Sticco's attorney, that Mr. Vesco's previously reported negotiations to sell rights to his 25% interest in the company were terminated before Mr. Sticco was elected president and acting chief executive Feb. 15. Mr. Vesco had been discussing the sale of 120,000 shares to Mr. Sticco and others and also the vesting of voting rights to about 840,000 more shares in Norton W. Mailman.

Mr. Mailman is chairman of Macrodyne-Chatillon Corp., which wasn't involved in the proposed arrangement, according to a spokesman for that company.

It's understood that although efforts are being made to find other prospective purchasers for the 25% interest, other negotiations haven't begun.

In a separate development, the U.S. Court of Appeals here has agreed to review Judge Stewart's Feb. 4 order granting Mr. Vesco and several other defendants protection in pretrial testimony. In preparing for the trial, the SEC seeks to obtain additional depositions, or sworn testimony outside court, from these defendants. However, Judge Stewart exempted them from future depositions, unless the depositions won't be used against them in any criminal investigations or proceedings.

The SEC staff has acknowledged it is considering recommending that the agency's commissioners refer the case to the Justice Department for criminal investigation.

Another Pretrial Matter

In another pretrial matter, Judge Stewart is considering his decision on arguments by I.O.S. and some other foreign-based concerns that they should be dropped as defendants. The companies claimed that the U.S. court doesn't have jurisdiction over them or over their activities of which the SEC has complained. The other concerns are five I.O.S. subsidiaries responsible for managing mutual funds and also Overseas Development Bank Luxembourg S.A. The bank, formerly controlled by I.O.S., currently is controlled by a Bahamian offshoot that the SEC contends is dominated by Mr. Vesco.

Meantime, two Costa Rican congressmen arrived in the U.S. this week to investigate Mr. Vesco's background and the implications of the SEC suit. They are members of a special commission appointed by the Congress to look into Mr. Vesco's activities in Costa Rica and to determine if new legislation is needed to regulate foreign investment in the country.

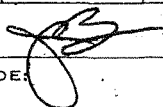

Among the charges in the SEC civil complaint are allegations that Mr. Vesco caused I.O.S. mutual funds to invest more than \$60 million in Costa Rican concerns of dubious value. One transaction mentioned was a \$2,150,000 loan to a company that Costa Rica's president, Jose Figueres, founded and still has an interest in. The SEC asserted that Mr. Vesco and his associates were seeking a "haven" in the small Central American republic. Since then, it has been learned that Mr. Vesco has become an official resident of Costa Rica and has expressed the intention of becoming a Costa Rican citizen.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE FEB 23 1973	INVESTIGATIVE PERIOD 2/5/73 - 2/12/73
TITLE OF CASE INVESTORS OVERSEAS SERVICES, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 1.2em; display: inline-block;"></div>	TYPED BY lwt
		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	b6 b7C

REFERENCE:New York report of SA dated, 1/5/73.LEAD:NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA FRANK WOHL, SDNY, regarding the matter of IOS.

ACCOMPLISHMENTS CLAIMED					<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:		
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES					
							PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO		
APPROVED 					SPECIAL AGENT IN CHARGE			DO NOT WRITE IN SPACES BELOW	
COPIES MADE:								62 14624 37	
2 - Bureau (163-2867)								<div style="border: 1px solid black; padding: 5px;"> SEARCHED INDEXED SERIALIZED FILED FBI - NEW YORK  </div>	
1 - USA, SDNY (Attn: AUSA WOHL)									
2 - New York (62-14624)									
lwt #23									
Dissemination Record of Attached Report					Notations				
Agency									
Request Recd.									
Date Fwd.									
How Fwd.									
By									

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/c

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (Attn: AUSA FRANK WOHL)

Report of:

[REDACTED]

Office: New York, New York

Date:

FEB 23 1973

Field Office File #: 62-14624

Bureau File #: 163-2867

b6
b7C

Title:

INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY, advised the matter of jurisdiction in
IOS is still pending.

- P -

DETAILS:

AT NEW YORK, NEW YORK

On February 5, 1973 and February 12, 1973, Assistant United States Attorney FRANK WOHL, Southern District of New York, was contacted at his office at Foley Square. Mr. WOHL advised there was little change in the matter of BERNARD CORNFELD and Investors Overseas Services, Limited (IOS) in that the matter of jurisdiction was still pending.

- 1* -

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/

FEDERAL BUREAU OF INVESTIGATION

Date 3/2/73

[redacted] The Regency Hotel, 540
Park Avenue, New York, New York provided the following information:

Hotel records disclosed the following regarding accomodations
of former guest BERNARD CORNFELD, 218 Route De Lausanne, Geneva,
Switzerland:

<u>Dates</u>	<u>Accomodations</u>	<u>Rooms</u>
6/21-23/72	Rental	631, 632, 633

b6
b7C

On 3/2/73 at New York, New York File # 62-14624-38
by SC [redacted] :wer Date dictated 3/2/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/

FEDERAL BUREAU OF INVESTIGATION

Date 3/2/73

[redacted] The Carlyle Hotel, 35 East 76th Street, advised BERNARD CORNFELD has not been a guest of the hotel since approximately November or December of 1970.

b6
b7C

On 3/2/73 at New York, New York File # 62-14624 -39
by SC [redacted] :wer Date dictated 3/2/73

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cl

FEDERAL BUREAU OF INVESTIGATION

Date 3/2/73

[redacted] 460 Park
Avenue, provided the following information:

The firm Texfel Petroleum Corporation, sub-tenant, 21st floor, 460 Park Avenue, New York, New York is holder of a lease for that floor. He has rarely heard of or seen personnel working in the area, however he understands that BERNARD CORNFELD has used the space on occasions, but he has not seen him.

b6
b7c

On 3/2/73 at New York, New York File # 62-14624 -40
by SC [redacted] ^{WER}wer Date dictated 3/2/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

(Mount Clipping in Space Below)

(Indicate page, name of newspaper, city and state.)

p44

New York Post
NY, NY

Ask to Join in Vesco Suit

West Germans who believed they bought a piece of the "American dream" by investing in a vigorously promoted mutual fund will ask for status in court today in a case against Robert L. Vesco.

Vesco has been accused with others of fraud in manipulations of International Controls Corp., a New Jersey-based electronics firm, and also of a group of companies that included the mutual fund empire of Investors Overseas Services.

IOS, headed by Bernard Cornfeld until 1970, enjoyed 15 years of explosive growth in Europe selling mutual

funds. When Cornfeld encountered financial difficulties, he sold out to an unnamed group. The government contends actual control of IOS went to Vesco and his associates.

Pre-trial testimony last week in a suit brought against Vesco by the Securities and Exchange Commission indicated that the financier gave \$200,000 secretly to President Nixon's reelection committee. The committee returned the money to him Jan. 31.

The SEC suit involves alleged fraud in the handling of nearly \$250 million in IOS

assets.

The West German group, seeking status as friend of the court, calls itself the Assn. for the Protection of IOS Funds Shareholders. It says it represents 1750 Europeans who bought 650,000 mutual shares at a total of \$6 million before trading was halted about three years ago.

More Florida Typhoid Cases

HOMESTEAD, Fla. (AP)—Health officials said the number of confirmed cases of typhoid in a migrant labor camp had risen to 11 yesterday and 81 other persons were hospitalized for observation.

Date: 3/5/73

Edition:

Author:

Editor:

Title: Ask to Join
in Vesco Suit

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-14624-41

SEARCHED.....	INDEXED.....
SERIALIZED 6	FILED 03
MAR 5 1973	
FBI-NEW YORK	

32
DAILY NEWS, TUESDAY, MARCH 13, 1973

Justice Dept. Gets Case of Vesco's 200G

Washington, March 12 (News Bureau) — The Nixon campaign committee's failure to report publicly on the \$200,000 it received from New Jersey financier Robert L. Vesco was referred to the Justice Department by the General Accounting Office today as an apparent violation of the new federal election campaign law.

At the same time, Controller General Elmer B. Staats urged the Justice Department to further investigate the Finance Committee to Reelect the President in light of the recent disclosure of the Vesco contribution and of the testimony of Hugh W. Sloan Jr., former committee treasurer, during the Watergate break-in trial.

Staats said that the contribution from Vesco actually was in the committee's possession on April 10 despite the committee's claim that the money was "constructively" in its hands prior to the April 7 deadline for reporting contributions under the new law because Vesco indicated he wanted to make the donation.

Another \$50,000 Later

Vesco, former chairman of the board of Investors Overseas Services, Ltd., and of International Controls Corp., subsequently contributed \$50,000 more to the committee.

The committee refunded the entire amount of his contribution to Vesco on Jan. 31 because, in the words of committee counsel Stanley Ebner, "We believe it is in your best interest, as well as ours." A spokesman for the committee insisted last week, when news of Vesco's troubles with the Securities and Exchange Commission came to light, that questions arising from his contributions were "moot."

Phillip S. Hughes, director of the GAO's Office of Federal Elections, pointed out that the committee's claim that Vesco's cash was "constructively" in its hands prior to the April 7 deadline was "in sharp contrast to its position with respect to the reporting of large contributions received immediately before the ... general election."

The law requires that last-minute contributions of more than \$5,000 be reported within 48 hours of receipt.

(page Below)

(Indicate page, name of newspaper, city and state.)

p. 32
The Daily News
NY, NY

Date: 3/13/73
Edition:
Author:
Editor:
Title: Justice Dept -
Gets Case of
Character: Vesco's 200G
or
Classification:
Submitting Office:
☐ Being Investigated

62-14624-42

SEARCHED	INDEXED
SERIALIZED	FILED
APR 1 1973	
FBI - NEW YORK	

mu

Routing Slip
0-7 (Rev. 4-28-72)

(Copies ☐ Offices Checked)

TO: SAC:

<input type="checkbox"/> Albany	<input type="checkbox"/> Houston
<input type="checkbox"/> Albuquerque	<input type="checkbox"/> Indianapolis
<input type="checkbox"/> Alexandria	<input type="checkbox"/> Jackson
<input type="checkbox"/> Anchorage	<input type="checkbox"/> Jacksonville
<input type="checkbox"/> Atlanta	<input type="checkbox"/> Kansas City
<input type="checkbox"/> Baltimore	<input type="checkbox"/> Knoxville
<input type="checkbox"/> Birmingham	<input type="checkbox"/> Las Vegas
<input type="checkbox"/> Boston	<input type="checkbox"/> Little Rock
<input type="checkbox"/> Buffalo	<input type="checkbox"/> Los Angeles
<input type="checkbox"/> Butte	<input type="checkbox"/> Louisville
<input type="checkbox"/> Charlotte	<input type="checkbox"/> Memphis
<input type="checkbox"/> Chicago	<input type="checkbox"/> Miami
<input type="checkbox"/> Cincinnati	<input type="checkbox"/> Milwaukee
<input type="checkbox"/> Cleveland	<input type="checkbox"/> Minneapolis
<input type="checkbox"/> Columbia	<input type="checkbox"/> Mobile
<input type="checkbox"/> Dallas	<input type="checkbox"/> Newark
<input type="checkbox"/> Denver	<input type="checkbox"/> New Haven
<input type="checkbox"/> Detroit	<input type="checkbox"/> New Orleans
<input type="checkbox"/> El Paso	<input checked="" type="checkbox"/> New York City
<input type="checkbox"/> Honolulu	<input type="checkbox"/> Norfolk

TO LEGAT:

<input type="checkbox"/> Beirut
<input type="checkbox"/> Bern
<input type="checkbox"/> Bonn
<input type="checkbox"/> Brasilia
<input type="checkbox"/> Buenos Aires
<input type="checkbox"/> Caracas
<input type="checkbox"/> Copenhagen
<input type="checkbox"/> Hong Kong
<input type="checkbox"/> La Paz
<input type="checkbox"/> London
<input type="checkbox"/> Madrid
<input type="checkbox"/> Managua
<input type="checkbox"/> Manila
<input type="checkbox"/> Mexico City
<input type="checkbox"/> Ottawa
<input type="checkbox"/> Paris
<input type="checkbox"/> Rome
<input type="checkbox"/> Singapore
<input type="checkbox"/> Tel Aviv
<input type="checkbox"/> Tokyo

RE:

Date

3/15/73

Investors Overseas Services, Limited;
Bernard Cornfeld

☒ For information ☐ Retention optional ☐ For appropriate action ☐ Surep, by _____

☐ The enclosed is for your information. If used in a future report, ☐ conceal all sources, ☐ paraphrase contents.

☐ Enclosed are corrected pages from report of SA _____ dated _____

Remarks:

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Enc.

Bufile 163-2867

Urfile 62-14624

62-14624-45

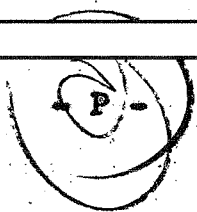
SEARCHED	INDEXED
SERIALIZED	FILED
APR 1 1973	
FBI - NEW YORK	

go

b6
b7C

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE APR 6 1973	INVESTIGATIVE PERIOD 3/2 - 27/73
TITLE OF CASE INVESTORS OVERSEAS SERVICE, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 15px;"></div>	TYPED BY MAV
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

b6
b7CREFERENCENYrep of SA 2/23/73.LEADNEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
FRANK H. WOHL, SDNY, regarding the matter of IOS and
BERNARD CORNFELD (Civil Suit - Gold Speculation).

ACCOMPLISHMENTS CLAIMED					<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	<input checked="" type="checkbox"/> RECOVERIES		
							PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input checked="" type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED

SPECIAL AGENT
IN CHARGE

DO NOT WRITE IN SPACES BELOW

COPIES MADE:

2 - Bureau (163-2867)
 1 - USA, SDNY (Att: AUSA WOHL)
 2 - New York (62-14624)

62-14624-46	
SEARCHED	
SERIALIZED	
INDEXED	
FILED	

Dissemination Record of Attached Report

Notations

Agency				
Request Recd.				
Date Fwd.				
How Fwd.				
By				

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, SDNY (Att: AUSA FRANK H. WOHL)

Report of:

Office: New York, New York

Date:

APR 6 1973

Field Office File #:

62-14624

Bureau File #:

163-2867

Title:

INVESTORS OVERSEAS SERVICE, LIMITED;
BERNARD CORNFELDb6
b7C

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

Records of the Regency Hotel, New York, New York,
disclosed BERNARD CORNFELD was a guest 6/21 - 23/72.

- P -

DETAILSAT NEW YORK, NEW YORK.

WER:wer

1.

NY 62-14624

On 3/27/73, Special Clerk (SC) [redacted] telephonically contacted [redacted], The Regency Hotel, 540 Park Avenue, New York, New York, telephone PL 9-4100 concerning BERNARD CORNFELD, 218 DeLausanne, Geneva, Switzerland.

[redacted] advised that he would immediately notify Special Agent [redacted] or SC [redacted] of the NYO should CORNFELD return to the hotel.

b6
b7c

NY 62-14624

On March 27, 1973, Assistant United States Attorney (AUSA) FRANK H. WOHL, Southern District of New York (SDNY), was telephonically contacted at 264-6324. Mr. WOHL advised the status in the matter of IOS and BERNARD CORNFELD has not changed since he was last contacted by the Federal Bureau of Investigation (FBI).

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

Memorandum

TO : SAC, NEW YORK (62-14624) P

DATE: 4/20/73

FROM : SA

SUBJECT: IOS, LTD

Captioned file contains an RCA Global Communications
catalog, regarding:

Telex System O

Voice Record O

Video Services O



REB
(1)

62-14624-49

SEARCHED	INDEXED
SERIALIZED	FILED
APR 2 1973	
FBI - NEW YORK	

DR

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE 5/30/73	INVESTIGATIVE PERIOD 4/16/73 - 5/23/73
TITLE OF CASE INVESTORS OVERSEAS SERVICE, LIMITED; BERNARD CORNFIELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 20px; margin: 5px 0;"></div>	TYPED BY ms
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS-CIVIL SUIT	

REFERENCENYrep of SA , 4/6/73.ADMINISTRATIVE

The person who supplied the information from RCA Global Communications, 176 Broadway, NY, NY was , on 4/20/73. In the event production of the records of RCA Global Communications is necessary, a subpoena should be issued to RCA Global Communications, 176 Broadway, NY, NY.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			

APPROVED <div style="border: 1px solid black; width: 100px; height: 40px; display: inline-block;"></div>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 2- Bureau (163-2867) 1- USA, SDNY (ATTN: AUSA WOHL) 2- New York (62-14624)		62	14624 48
		SEARCHED	
		SERIALIZED	
		INDEXED	
		FILED	

Dissemination Record of Attached Report					Notations
Agency					
Request Recd.					
Date Fwd.					
How Fwd.					
By					

NY 62-14624

LEADS

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA FRANK H. WOHL, SDNY regarding this matter.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1- USA, SDNY (ATTN: AUSA FRANK H. WOHL)

Report of:

[REDACTED]

Office: New York

Date:

MAY 30 1973

Field Office File #: 62-14624

Bureau File #: 163-2857

Title:

INVESTORS OVERSEAS SERVICE, LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY advised the status of this matter has not changed. AUSA requested no further investigation at this time by the FBI.

- P -

DETAILS:

On April 16, 1973, and April 20, 1973, Assistant United States Attorney (AUSA) FRANK H. WOHL, Southern District of New York (SDNY), was contacted and the facts of this case were discussed.

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6

b7C

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 4/27/73

A review of the records of RCA Global Communications, 176 Broadway, disclosed the following information:

Regarding communication lines leased by Arthur Lipper Corporation, 140 Broadway, New York, New York, RCA Telex System number 223450 was changed to number 233450 on April 16, 1973; Lease Channel, $\frac{1}{2}$ speed, New York to Amsterdam, number NYC 1117 was installed in January, 1973; and Voice Record, ABD, New York to Switzerland, number not available, was disconnected June 30, 1971.

Interviewed on 4/20/73 at New York, New York File # NY 62-14624

by SA [redacted] :ms Date dictated 4/25/73

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

WER:wer

1.

NY 62-14624

On 4/24/73, [REDACTED], The Regency Hotel, 540 Park Avenue, New York, New York telephonically contacted Special Clerk (SC) [REDACTED]
[REDACTED]

[REDACTED] advised that a reservation was made for BERNARD CORNFELD at The Regency Hotel for 4/27/73.

Assistant United States Attorney (AUSA) FRANK H. WOHL, Southern District of New York was personally advised of the above situation by SC [REDACTED]

On 4/26/73, [REDACTED] advised CORNFELD'S reservation was made by [REDACTED] from the West Coast. [REDACTED] left the following telephone numbers where he could be reached:

[REDACTED] - New York

[REDACTED] - California

[REDACTED] advised an address of 1100 Carolyn Way, Beverly Hills, California was furnished for CORNFELD by [REDACTED].

On 4/26/73, SC [REDACTED] telephonically contacted Special Agent [REDACTED] Los Angeles Office to verify the above address.

SA [REDACTED] advised that Grayhall Corporation was located at 1100 Carolyn Way, Beverly Hills, California, telephone 213 274-3696.

AUSA WOHL and AUSA WILLIAM BRONNER were advised of the above.

On 4/30/73, AUSA BRONNER advised CORNFELD did not appear at the hotel.

NY 62-14624

On May 23, 1973 AUSA FRANK H. WOHL, SDNY, advised the status of this matter has not changed since he was last contacted by the Federal Bureau of Investigation (FBI). AUSA WOHL requested no further investigation by the FBI at this time.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Cornfeld Tells Court He Wanted to Aid Investors

By VICTOR LUSINCHI

Special to The New York Times

GENEVA, May 16 — Bernard Cornfeld told a court here today that he wanted to do "everything possible" to help investors who lost their savings in the Investors Overseas Services mutual-fund complex he founded.

The court postponed until tomorrow its decision on a request by Examining Magistrate Pierre-Christian Weber that

the 45-year-old former head of I.O.S. remain under arrest on charges of fraud, dishonest management and incitement to speculation.

Wearing a burgundy-colored corduroy suit, Mr. Cornfeld addressed the court at the end of a four-hour session in a halting French that was sometimes difficult to follow.

The bearded financier said that he was in Geneva Monday, when the police arrested him, because he had come to talk with Milton F. Meissner, the present head of I.O.S. Ltd., the parent company of the once-powerful investment empire.

Mr. Cornfeld drove to Geneva for the meeting from his nearby chateau in France. He was arrested at his luxurious villa by Lake Geneva, where he had lived before moving to California after losing control of I.O.S. in 1970 to Robert L. Vesco.

Mr. Meissner, who was then president of I.O.S., headed a group that took over I.O.S. Ltd. in April, 1972, from Mr. Vesco after the New Jersey financier's interest in the mutual-

Continued on Page 69, Column 1

(Indicate page, name of newspaper, city and state.)

N.Y. Times

p. 63

Date:

Edition:

Author:

Editor:

Title:

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

23/10/73

62-14624-49

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

(Mount Clipping in Space Below)

Cornfeld Sued For \$1 Million

Geneva, May 16 (UPI)—Former employees and stockholders of Bernard Cornfeld's ill-fated Investors Overseas Services mutual fund said today that they were "victims of fraud by a financial genius," and demanded \$1 million from Cornfeld. Cornfeld appeared in court dressed in a dark-pink corduroy suit, pink shirt and red-and-black dotted tie for a remand hearing on charges of fraud. He was arrested Monday. Attorneys for the plaintiffs told the court that their clients wanted slightly more than \$1 million in compensation. The hearing lasted four hours today, and was adjourned until tomorrow.

(Indicate page, name of newspaper, city and state.)

Daily News
Q. 18

Date: *5/17/73*
Edition: *Final*
Author:
Editor:
Title:

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-14624-50

See Ser
[Signature]

Continued From Page 63

fund group attracted the attention of the Securities and Exchange Commission.

Waving his arms as he stood before Presiding Magistrate Christian Reymond, Mr. Cornfeld said he conferred with Mr. Meissner, a former associate of Mr. Vesco, to see "what could be done" about recovering the I.O.S. funds that are said to have disappeared when the company was under Vesco management.

Mr. Cornfeld said he was cooperating fully with the S.E.C. in attempting to trace the \$224-million that the regulatory body accuses Mr. Vesco of having looted from I.O.S.

The charges against Mr. Cornfeld stem from complaints filed by former Swiss employees of I.O.S. who purchased stock in the company and by Swiss investors in I.O.S. mutual funds.

Mr. Cornfeld denied that he knew that I.O.S. was in financial difficulty in September, 1969, when the employees were offered an opportunity to subscribe to an offering of 11.2 million I.O.S. shares at \$10 each.

The financier said that 10 per cent of his holdings in I.O.S. shares were included in the sale. "If I had known the company was in difficulty, would I have sold only 10 per cent?" he asked rhetorically. The sale brought him \$8-million.

Mr. Cornfeld also rejected the charge of mismanagement of the I.O.S. mutual funds. During his years with I.O.S., the performance of its funds was better than the average American mutual fund, he said.

FD-350 (Rev. 7-16-63)

(Mount Clipping in Space Below)

SEC's Vesco Trial Ends; Warrants Go Out In Geneva, Montreal for Ex-IOS Officials

A WALL STREET JOURNAL News Roundup

In the U.S., Switzerland and Canada, legal officers dug deeper into the debris that once was the multibillion-dollar financial complex of I.O.S. Ltd., and heaped new arrest warrants on the old.

—In New York, the trial of the Securities and Exchange Commission's bid for a preliminary injunction against Robert L. Vesco, a former I.O.S. chairman, ended Friday as expected, with a decision still weeks away.

—In Geneva, Bernard Cornfeld, the founder of the I.O.S. empire, was locked in a medieval city jail for what could be a long stay. Swiss authorities also issued warrants for the arrest of six other former I.O.S. officials, including Mr. Vesco.

—And in Montreal, a Canadian warrant went out for Norman P. LeBlanc, a former I.O.S. vice president, finance.

Meanwhile, in Ferney-Voltaire, France, yesterday, another part of Mr. Cornfeld's former empire crumbled with the resignation of Jean Guilhaumet, president of the French subsidiary of I.O.S.

In federal district court in New York, SEC attorneys began preparing final written arguments to convince Judge Charles E. Stewart Jr. that Mr. Vesco and his associates defrauded four foreign mutual funds managed by I.O.S. of \$224 million.

Because of the time required for this and for the filing of defense reply briefs, though, the judge isn't expected to begin formal consideration of his ruling until the final week of June. The trial began March 20.

The SEC civil suit, filed Nov. 27, seeks an order barring the principal defendants from future securities laws violations and requiring them to account for alleged past misappropriations; Mr. Vesco has denied any wrongdoing in the case.

(Indicate page, name of newspaper, city and state.)

*The Wall
Street Journal
p. 9*

Date:

Edition:

Author:

Editor:

Title:

Character:

or

Classification:

Submitting Office

☐ Being Investigated

62-14624-51
SEARCHED

SERIALIZED

FILED

MAY 21 1973

NEW YORK

6/93

Mitchell, Stans Plead Today

Meanwhile, John N. Mitchell, former Attorney General, and Maurice H. Stans, former Commerce Secretary, are scheduled with Mr. Vesco and Harry L. Sears to plead this morning to criminal charges of obstructing justice. In the absence of any comment on behalf of Mr. Vesco, who has been out of the country for several months and who has attempted to renounce his U.S. citizenship, few observers expect him to appear in federal court here.

The three other defendants denied any wrongdoing after a federal grand jury issued the indictment May 10, but Mr. Vesco couldn't be located and his attorneys said nothing.

Before the indictment, Mr. Vesco's attorneys said he wouldn't testify anywhere without a promise of immunity from prosecution, and a warrant for his arrest was issued to bring him before the grand jury as a witness.

The criminal charges stem from Mr. Vesco's secret cash gift of \$200,000 to President Nixon's reelection campaign in April, 1972. Mr. Sears, an attorney who headed the Nixon campaign in New Jersey, helped deliver the contribution to Mr. Stans, who headed the President's national finance committee. At the same time, Mr. Sears was arranging through Mr. Mitchell, chairman of the national Nixon campaign, to meet with the SEC chairman to present Mr. Vesco's views on the then-ending SEC investigation.

The Stans committee returned a total of \$250,000 in 1972 donations to Mr. Vesco at the end of January, a month before the SEC disclosed their existence and suggested that Mr. Vesco tried to bring improper influence to bear on the agency.

Last week, G. Bradford Cook resigned as chairman of the SEC, after serving less than three months as the result of assertions in the indictment that last fall Mr. Stans got him to delete from the SEC suit references to a mysterious \$250,000 cash transfer. The \$250,000 later was discovered to be the funds for the political contribution. Mr. Cook, who isn't a defendant in the indictment, denied any impropriety, but said he resigned to prevent any reflection on the agency.

In addition to obstruction of justice, Mr. Mitchell and Mr. Stans are charged with six counts each of perjury before the grand jury.

Extradition Question

If Mr. Vesco, who has operational bases in Costa Rica and the Bahama Islands, doesn't show up today, it isn't clear whether the U.S. government will try to extradite him from another country for trial here.

Documents introduced as evidence in the SEC trial show that Mr. Vesco and an associate retained a former Panamanian diplomat,

E. A. Morales, to do research in March on extradition treaties.

Early this year, Mr. Morales was elected a director of Bahamas Commonwealth Bank Ltd. and of its parent holding company, International Bancorp. Ltd., Nassau. Both concerns, the SEC alleges, are dominated by Mr. Vesco and were vehicles for the alleged defrauding of the I.O.S. mutual funds last year. The two concerns, Norman LeBlanc, who claims to control them, and other concerns he heads were found in default by Judge Stewart for failing to reply to the SEC complaint against them. Judge Stewart appointed a temporary receiver to investigate Mr. LeBlanc and his companies.

One SEC exhibit was a memorandum to an International Bancorp. official from Mr. Morales, billing the company for expenses totaling \$696.73 for translating portions of the Panama-U.S. extradition treaty. The charges included \$150 for the "translation as requested by Mr. Robert Vesco" and \$179.18 for a stay at the Hotel Delmonico in New York from March 18-21.

Another SEC exhibit, dated March 2, is Mr. Morales' memo to International Bancorp., acknowledging receipt of \$4,000 in advances since Dec. 14. The memo notes that \$500 was applied to "obtaining material on the subject of extradition treaties from the Library of Congress on an emergency basis (with) the knowledge and consent of Mr. Norman LeBlanc."

Canadian Arrest Warrant

Acting on a complaint by an attorney for some I.O.S. shareholders, a judge in Montreal issued an arrest warrant for Mr. LeBlanc, as former I.O.S. vice president, finance, and froze more than \$108 million in deposits tied to I.O.S. mutual funds operations.

The complaint by New York attorney Simon J. Nusbaum charges Mr. LeBlanc with misappropriation of funds, failure to account and breach of trust. Mr. Nusbaum has suits pending against the Vesco group in the U.S.

The \$108 million, deposited in the account of Bahamas Commonwealth Bank, was frozen in March in an administrative action by Quebec Securities Commission. Gabriel Lapointe, a Quebec crown prosecutor, said the latest order eventually would have the effect of freezing the funds until the culmination of the criminal proceedings, regardless of any securities commission action.

The Swiss warrants, which can be exercised only in that country, name Mr. Vesco; Milton Meissner, I.O.S.'s current president; James Roosevelt, a son of the late U.S. President and a former I.O.S. director; Edward M. Cowett, a former I.O.S. president and director; C. Henry Buhl III, a former I.O.S. director and investment chief, and Ulrich Strickler, a former I.O.S. official.

Mr. Cornfeld was arrested a week ago on charges of criminal fraud, qualified mismanagement and incitement to speculation. The allegations arise from the criminal complaint filed by 26 Swiss investors in the Fund of Funds, a mutual fund that bought shares of other funds and was once the flagship of the \$2.3 billion I.O.S. empire. Its shares aren't currently redeemable.

Another suit brought by 250 Swiss former employees of I.O.S. contends that Mr. Cornfeld and other company officials incited them to speculate beyond their means. Many employees borrowed heavily to invest in I.O.S. stock, some borrowing from company-controlled banks, and they sustained heavy losses when the stock tumbled from a high of \$19.75 in the fall of 1969 to less than a dollar the following year.

Cornfeld's Explanation

At his arraignment Wednesday, Mr. Cornfeld told the examining magistrate, Pierre Christian Weber, that he returned to Geneva to look out for the interests of the small fund holders and that he seeks to regain control of I.O.S. and reopen the funds for redemption so holders can cash in their shares.

But the magistrate was unimpressed and ordered Mr. Cornfeld held without bail, commenting later that a trial date wouldn't be fixed for "months or even years."

Mr. Cornfeld's lawyers haven't asked for bail, and the suggestion is that Mr. Cornfeld could be jailed for a long time. Swiss procedure permits a court, in effect, to hold a suspect indefinitely while charges are being investigated. If he is later sentenced, the time spent in prison prior to trial is normally subtracted from the sentence.

One reason Mr. Cornfeld's lawyers haven't sought bail, sources close to the case suggested, is because a rejection would close the

door to a second application for several months. Mr. Cornfeld's legal tactic for the present will be to try to settle the suits against him with the fund holders and former employees, sources said.

This opens up a potential Pandora's box for the flamboyant Mr. Cornfeld, however. If he begins paying off complainants against his I.O.S. management, hundreds more claimants will probably be ready to flock to Geneva for a piece of the action, legal sources suggested.

Some have expressed astonishment that Mr. Cornfeld, whose lawyers warned him that Swiss police were looking for him, should have been so careless as to come to Geneva and get arrested. Sources say that in the week before his arrest, Mr. Cornfeld threatened legal action against Messrs. Vesco and Meissner to insulate himself from the Swiss charges.

They said he came to Geneva to discuss a compromise with Mr. Meissner, then stayed too long to celebrate his return. Mr. Meissner, meanwhile, left the country, sources said.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

(Mount Clipping in Space Below)

Swiss Keep Cornfeld on Short Leash

GENEVA (AP) — Bernard Cornfeld enjoys no special favors in St. Antoine Prison, where he is awaiting trial on charges of fraud, dishonest management, and inciting to speculation, prison officials said today.

The founder and former boss of the mutual fund giant, Investors Overseas Services, now spends his days together with pickpockets, burglars, brawlers and even a few Swiss fellow financiers facing similar charges.

Officials of the 17th century St. Antoine facility said Cornfeld lives in a room together with other inmates, eats the same prison food, is not allowed to order his own meals "and gets exactly the same treatment as all the other prisoners."

They scoffed at rumors he was living it up like a king and receiving girlfriends in the prison.

Cornfeld, they said, is entitled to one visit per week, like all the other inmates, and any prospective visitor must obtain a special pass from the examining magistrate.

(Indicate page, name of newspaper, city and state.)

N.Y. Post
P. 18

Date: *6/5/73*
Edition: *Late City*
Author:
Editor:
Title:

Character:

or

Classification:

Submitting Office:

☐ Being Investigated

62-14624-52

SEARCHED	INDEXED
SERIALIZED	FILED
JUN 5 1973	
FBI - NEW YORK	

1072

UNITED STATES GOVERNMENT

Memorandum

TO : SAC, New York (62-14624)

DATE: 6/6/73

✓ FROM : Acting Director, FBI (163-2867)

SUBJECT: INVESTORS OVERSEAS SERVICES,
LIMITED;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT
OO: NY

Rerep of SA [] at New York, 5/30/73.

The confidential information set forth under administrative data in rerep should be reported in the same manner as that obtained from a telephone institution as set forth in FBI Handbook, Part I, Page 36A. This reporting procedure will insure that all pertinent information is furnished to the Assistant United States Attorney in writing. Dissemination of rerep is being held in abeyance and New York should submit amended pages under cover airtel.

b6
b7C

SEARCHED	INDEXED
SERIALIZED	FILED
23 JUN 7 1973	
FBI - NEW YORK	

ICFB

62-14624-53



6/13/73

AIRTEL

TO: ACTING DIRECTOR, FBI (163-2867)

FROM: SAC, NEW YORK (62-14624)

SUBJECT: INVESTORS OVERSEAS SERVICES, LIMITED;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT
(OO:NY)

ReBulet, 6/6/73.

Enclosed for the Bureau are two copies of an amended report dated 5/30/73, on captioned matter.

AUSA, SDNY is being furnished amended copy of report.

Furnished 4/22/73

2 - Bureau (Encls. 2)
1 - New York

JP JAB:lcu
(4)
1 - Supervisor #23

len 23

62-14624-54

[Handwritten initials and marks]

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 4/27/73

[redacted] RCA Global Communications, 176
Broadway, furnished the following information:

Regarding communication lines leased by Arthur
Lipper Corporation, 140 Broadway, New York, New York, RCA
Telex System number 223450 was changed to number 233450 on
April 16, 1973; Lease Channel, $\frac{1}{4}$ speed, New York to Amsterdam,
number NYC 1117 was installed in January, 1973; and Voice
Record, ABD, New York to Switzerland, number not available,
was disconnected June 30, 1971.

b6
b7C

Interviewed on 4/20/73 at New York, New York File # NY 62-14624 - 55
by SA [redacted] :ms Date dictated 4/25/73

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 7/6/73

[redacted] The Bank of New York, 110 Washington Street, after being advised of the identity of the interviewing agent and the nature of the inquiry, voluntarily furnished the following information:

Investors Overseas Services, 119 Rue De Lausanne, Geneva, Switzerland had a commission account at The Bank of New York in 1970 and 1971. The account number was [redacted]. Copies of the statements of this account for the months January, 1970 through December, 1971 were obtained and these statements reflect the following credits and debits:

b6
b7C

<u>Month</u>	<u>Deposits and Credits</u>	<u>Checks and Debits</u>
January, 1970	\$1,736,001.28	\$1,054,762.33
February, 1970	1,355,246.54	2,103,028.37
March, 1970	1,701,029.06	1,472,902.81
April, 1970	1,601,250.33	1,860,886.60
May, 1970	1,302,283.60	1,236,665.33
June, 1970	850,758.39	836,961.14
July, 1970	502,033.01	479,336.11
August, 1970	302,274.59	305,879.86
September, 1970	202,103.69	241,169.70
October, 1970	204,967.04	179,226.70
November, 1970	100,277.50	188,597.03
December, 1970	201,782.76	172,409.21
January, 1971	137,522.45	114,571.80
February, 1971	350,137.88	363,075.04
March, 1971	139,258.28	158,017.13
April, 1971	463,330.25	450,304.23
May, 1971	100,022.50	77,596.76
June, 1971	128,416.61	102,606.36
July, 1971	1,161.70	70,941.23
August, 1971	100,578.12	101,112.33
September, 1971	50,036.55	57,862.44
October, 1971	51,811.21	33,628.28
November, 1971	25,236.93	31,047.23
December, 1971	25,137.99	26,736.49

On January 9, 1970 the account had a balance of \$115,132.19. On December, 1971 the account had a balance of \$28,465.94.

Interviewed on 7/3/73 at New York, New York File # NY 62-14624-56
by CPB SA [redacted]:amk Date dictated 7/5/73

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE JUL 31 1973	INVESTIGATIVE PERIOD 7/3/73
TITLE OF CASE INVESTORS OVERSEAS SERVICE, LIMITED; BERNARD CORNFELD		REPORT MADE BY [REDACTED]	TYPED BY amk
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS - CIVIL SUIT	

REFERENCE

NYrep of SA [REDACTED] 5/30/73.

b6
b7CADMINISTRATIVE

Per an agreement between AUSA FRANK H. WOHL, SDNY and the attorneys for IOS, Poletti, Friedin, Frashker, Feldman and Gartner, 777 Third Avenue, NY, NY, telephone 212-688-3200, a representative of the law firm was present during the review of the IOS bank account. The representative of the law firm was present during the review of the IOS bank account. The representative was [REDACTED] and she obtained a copy of each bank statement 1/70 - 12/71.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
							PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
APPROVED					SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:						62 14624 57	
2-Bureau (163-2867)						SEARCHED	
1-USA, SDNY (ATTN: AUSA WOHL)						SERIALIZED	
2-New York (62-14624)						INDEXED	
						FILED	
Dissemination Record of Attached Report					Notations		
Agency							
Request Recd.							
Date Fwd.							
How Fwd.							
By							

NY 62-14624

ADMINISTRATIVE (cont'd)

AUSA WOHL was furnished the copies of the bank statements on 7/5/73.

LEADS

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with AUSA FRANK H. WOHL, SDNY re this matter.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATTN: AUSA WOHL)

Report of:

Office: New York, New York

Date:

JUL 31 1973

Field Office File #:

62-14624

Bureau File #: 163-2867

Title:

INVESTORS OVERSEAS SERVICE,
LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

Review made of bank account statements for years
1970 and 1971 for IOS bank account, number
at The Bank of New York, NY, NY.

-P-

DETAILS

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE SEP 27 1973	INVESTIGATIVE PERIOD
TITLE OF CASE INVESTORS OVERSEAS SERVICE, LIMITED; BERNARD CORNFELD		REPORT MADE BY 9/24/73	TYPED BY kmm
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER MISCELLANEOUS - CIVIL SUIT	

b6
b7CREFERENCE:

NYrep of SA [REDACTED], July 31, 1973.

LEADNEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA FRANK H. WOHL, SDNY re this matter.

ACCOMPLISHMENTS CLAIMED					<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	<input checked="" type="checkbox"/> RECOVERIES			
							PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO

APPROVED	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		62	14624 58
2 - Bureau (163-2867) 1 - USA, SDNY (ATT: AUSA WOHL) 2 - New York (62-14624)		SEARCHED SERIALIZED INDEXED FILED	

Dissemination Record of Attached Report					Notations
Agency					
Request Recd.					
Date Fwd.					
How Fwd.					
By					

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATT: AUSA WOHL)

Report of:

Office: New York, New York

Date:

SEP 27 1973

Field Office File #:

62-14624

Bureau File #: 163-2867

Title:

INVESTORS OVERSEAS SERVICE, LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS - CIVIL SUIT

Synopsis:

AUSA, SDNY advised there has been no change in the status of this matter and requested no further investigation by the FBI at this time.

-P-

DETAILS:

On September 24, 1973, Assistant U.S. Attorney (AUSA) FRANK H. WOHL, Southern District of New York (SDNY) advised there has been no change in the status of this matter.

AUSA WOHL requested no further investigation by the Federal Bureau of Investigation at this time.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE NOV 27 1973	INVESTIGATIVE PERIOD 11/7/73
TITLE OF CASE INVESTORS OVERSEAS SERVICE, LIMITED; BERNARD CORNFELD		REPORT MADE BY <div style="border: 1px solid black; width: 150px; height: 15px;"></div>	TYPED BY jtc
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS-CIVIL SUIT	

REFERENCE:NYrep of SA 9/27/73.b6
b7c

P*-

ADMINISTRATIVE

Inasmuch as there has been no change in the status of this case since 7/3/73, and the AUSA has requested no further investigation by the FBI, it is recommended this case be placed in a pending inactive status.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED <div style="border: 1px solid black; width: 100px; height: 20px;"></div>						SPECIAL AGENT IN CHARGE	
COPIES MADE: 2 - Bureau (163-2867) 1 - USA, SDNY (ATTN: AUSA WOHL) 2 - New York (62-14624)						DO NOT WRITE IN SPACES BELOW 62 14624 59 SEARCHED _____ SERIAL _____ INDEXED _____ FILED _____	
Dissemination Record of Attached Report						Notations	
Agency							
Request Recd.							
Date Fwd.							
How Fwd.							
By							

NY 62-14624

LEAD

NEW YORK

AT NEW YORK, NEW YORK. Will contact AUSA, SDNY, in June, 1974, regarding status of this case.

-B*-
COVER PAGE

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/SJS/cld

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATTN: AUSA WOHL)

Report of:

[REDACTED]

Office: New York, New York

Date:

NOV 27 1973

Field Office File #:

62-14624

Bureau File #: 163-2867

b6
b7C

Title:

INVESTORS OVERSEAS SERVICE,
LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS-CIVIL SUIT

Synopsis:

AUSA, SDNY, advised there has been no change in the status of this matter and there is no need for further investigation by the FBI at this time.

-P*-

DETAILS:

On November 7, 1973, Assistant United States Attorney (AUSA) FRANK H. WOHL, Southern District of New York (SDNY), advised there has been no change in the status of this matter and there is no need for further investigation by the Federal Bureau of Investigation (FBI), at this time.

-1*-

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE SEP 22 1974	INVESTIGATIVE PERIOD 9/16/74
TITLE OF CASE INVESTORS OVERSEAS SERVICE, LIMITED; BERNARD CORNFELD		REPORT MADE BY [REDACTED]	TYPED BY bah
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/BAW/STP/cld		CHARACTER OF CASE MISCELLANEOUS-CIVIL SUIT	

b6
b7CREFERENCE

NYreport of SA [REDACTED] dated 11/27/73.

ADMINISTRATIVE

Inasmuch as there has been no change in the status of this case since 7/3/74, and since there is no request for investigation from the USA's Office, this case is being placed in a pending inactive status.

ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES		
						PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
						PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
APPROVED				SPECIAL AGENT IN CHARGE		
COPIES MADE:				DO NOT WRITE IN SPACES BELOW		
2- Bureau (163-2867)				62-14624-60		
1- USA, SDNY (ATTN: AUSA WOHL)				SEARCHED		
②- New York (62-14624)				SERIALIZED		
bah #23				INDEXED		
				FILED		
Dissemination Record of Attached Report				Notations		
Agency						
Request Recd.						
Date Fwd.						
How Fwd.						
By						

NY 62-14624

LEAD

NEW YORK

AT NEW YORK, NEW YORK. Will contact AUSA,
SDNY, in February, 1975, regarding the status of this case.

-B*-

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1- USA, SDNY (ATTN: AUSA WOHL)

Report of:

Office: New York, New York

Date:

SEP 22 1974

Field Office File #:

62-14624

Bureau File #: 163-2867

b6
b7C

Title:

INVESTORS OVERSEAS SERVICE,
LIMITED;
BERNARD CORNFELD

Character:

MISCELLANEOUS-CIVIL SUIT

Synopsis:

AUSA, SDNY, advised that there is no request for further investigation by the FBI at this time, as there has been no change in the status of this case.

-P*-

DETAILS:

On September 16, 1974, Assistant United States Attorney (AUSA) FRANK H. WOHL, Southern District of New York (SDNY), advised that there has been no change in the status of this case, and there is no need for further investigation by the Federal Bureau of Investigation (FBI) at this time. WOHL stated that the jurisdiction law dispute in this matter has not been settled.

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

b6
b7c

Memorandum

TO : SAC (62-14624) (P)

DATE: 4/8/75

FROM : Supv. [REDACTED] #23

SUBJECT: Investors Overseas Service, Ltd.;
Bernard Cornfield
Misc - Civil Suit

On 4/8/75, AUSA Frank Wohl, SDNY advised that ^{the} USDT, SDNY, handling captioned matter, stated that if Cornfield was not located within the next three weeks he would dismiss the pending civil suit.

AUSA Wohl stated he would like the Bureau to locate Cornfield so he ^{can} be served with a summons and complaint to appear and defend himself in this matter. He stated Cornfield has reportedly been in the U.S. on a number of occasions including an appearance on the "Johnny Carson Show".

AUSA Wohl was told the FBI had not been actively investigating this matter per his request.

Lead

62-14624-61

Will attempt to locate Cornfield through contacts w/NBC and AUSA Pam Davis, SDNY.

SEARCHED	INDEXED
SERIALIZED	FILED
APR 10 1975	
FBI NEW YORK	

[REDACTED]

TFT
(1)

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 4/21/75

Transmit the following in _____
TELETYPE NITEL (Type in plaintext or code)

Via _____
(Priority)

TO: SAC, LOS ANGELES AND

~~WASHINGTON FIELD~~

FROM: SAC, NEW YORK (62-14624) (P)

INVESTORS OVERSEAS SERVICES, LTD., BERNARD CORNFELD MISC-CIVIL
SUIT

FOR THE INFORMATION OF RECEIVING OFFICES, INVESTIGATION IN
THIS MATTER WAS INSTIGATED AT THE REQUEST OF THE USA, SOUTHERN
DISTRICT OF NY, TO DETERMINE THE ACTIVITIES OF BERNARD CORNFELD,
FORMER CHAIRMAN OF THE BOARD, INVESTORS OVERSEAS SERVICES, LTD.,
(IOS), THE REQUEST WAS RELATIVE TO A SUIT FILED AT SDNY NAMING
CORNFELD ^{AND} ~~AS~~ IOS AS DEFENDANTS IN A MATTER INVOLVING GOLD
SPECULATION IN WHICH THE GOVERNMENT IS SEEKING DAMAGES IN EXCESS
OF \$12,500,000.00.

AUSA FRANK WOHL, SDNY, HAS REQUESTED EXPEDITIOUS HANDLING OF
LEADS TO AVOID DISMISSAL OF PENDING SUIT.

ONLY DATA AVAILABLE ON CORNFELD IS: BERNARD CORNFELD, WMA,
DOB AUGUST 17, 1927.

LOS ANGELES AT BEVERLY HILLS, CALIFORNIA WILL VERIFY FOLLOWING
ADDRESS AS THAT OF CORNFELD'S AND THEREAFTER, CONDUCT LOGICAL

INVESTIGATION TO LOCATE CORNFELD: 1000 (OR 100) CAROLYN WAY,

BEVERLY HILLS, CALIFORNIA.

1-NEW YORK

Approved: CDM:ojb 1-SUPV. #23 Sent M Per

Special Agent in Charge

F B I

Date:

Transmit the following in _____
(Type in plaintext or code)

Via _____
(Priority)

PAGE TWO NY 62-14624

WASHINGTON FIELD WILL REVIEW STATE DEPARTMENT PASSPORT FILES
AND OBTAIN PHOTOCOPY OF APPLICATION FOR NEW YORK.

END

Approved: _____ Sent _____ M Per _____
Special Agent in Charge

0033

F B I

Date: 4/24/75

Transmit the following in PLAIN
(Type in plaintext or code)

Via TELETYPE URGENT
(Priority)

TO: SAC, LOS ANGELES

FROM: SAC, NEW YORK (62-14624) (P)

INVESTORS OVERSEAS SERVICES, LTD., BERNARD CORNFELD MISCELLANEOUS-
CIVIL SUIT

RE NEW YORK NITEL TO LOS ANGELES AND WASHINGTON FIELD,
APRIL 21, 1975, NEW YORK TELEPHONE CALL TO LOS ANGELES ON APRIL
24, 1975.

ON APRIL 24, 1975, AUSA PAMALA DAVIS, ~~AUSA~~, SDNY, ADVISED
THAT THE PRESENT WHEREABOUTS OF SUBJECT SHOULD BE DETERMINED WITHIN
48 HOURS SO THAT IT WOULD BE POSSIBLE TO DETERMINE IF SUBJECT CAN
BE SERVED WITH A SUBPOENA TO APPEAR IN THE SDNY CONCERNING THE
ACTION FILED AGAINST HIM THERE.

AUSA DAVIS ADVISED THAT IT WILL NOT BE POSSIBLE TO SERVE THE
SUBJECT IN CALIFORNIA HOWEVER IT WILL BE NECESSARY FOR HER TO KNOW
IF SUBJECT IS CURRENTLY LOCATED AT 100 OR 1,000 CAROLYN WAY,
BEVERLY HILLS, CALIFORNIA. SHE FURTHER STATED THAT IT WILL BE
NECESSARY TO DETERMINE IF SUBJECT OWNS THE PROPERTY AT THIS ADDRESS.

LOS ANGELES AT BEVERLY HILLS, CALIFORNIA WILL DETERMINE IF
SUBJECT IS CURRENTLY LOCATED AT 100 OR 1,000 CAROLYN WAY, BEVERLY
HILLS, CALIFORNIA, AND WILL DETERMINE IF HE OWNS THIS PROPERTY AND
IF HE DOES NOT OWN THE PROPERTY WILL DETERMINE WHO OWNS THIS PROPERTY.

END

1-NEW YORK CJA:ojb

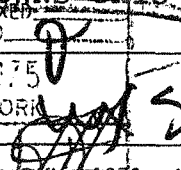
1-SUPV. 23

Approved: 

Sent

Special Agent in Charge

62-14624-63

SEARCHED	INDEXED
SERIALIZED	FILED
APR 24 1975	
FBI - NEW YORK	
M	Per 

U.S. Government Printing Office: 1972 - 455-574

MBR 036 LAA PLAIN

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

1015PM NITEL 4-25-75 LAD

TO NEW YORK (62-14624)

FROM LOS ANGELES (62-7594) P

INVESTORS OVERSEAS SERVICE, LTD; BERNARD CORNFELD, MISCELLANEOUS -
CIVIL SUIT

RE NEW YORK TEL TO LOS ANGELES APRIL 24, 1975, AND NEW YORK
TELCALL TO LOS ANGELES APRIL 25, 1975.

CONFIDENTIAL SOURCE LOS ANGELES HAS ADVISED TODAY THAT [REDACTED]

[REDACTED] HAS BEEN IN [REDACTED] HE IS
EXPECTED TO GO TO [REDACTED] FROM [REDACTED]. SOURCE WILL ADVISE
LOS ANGELES WHEN [REDACTED] SOURCE

b7D

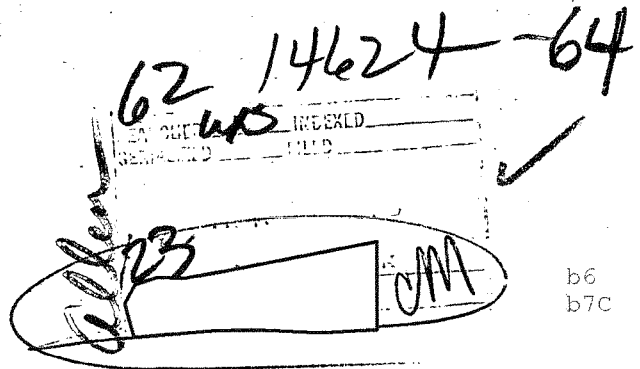
ADDITIONALLY ADVISED THAT RESIDENT OF CORNFELD ON CAROLYN WAY,
BEVERLY HILLS, BELIEVED TO BE LEASED, HOWEVER TAX ACCESSORS ROLLS
WILL BE CHECKED RE OWNERSHIP AND NEW YORK WILL BE ADVISED.

END

FBI NY WXS ACK FOR 3.

NY CLR

A
4/26/75



UNITED STATES GOVERNMENT

Memorandum

TO : SAC (62-14624)

FROM : SUPV. [REDACTED] (#23)

SUBJECT: IOS LIMITED - BERNARD CORNFIELD
MISCELLANEOUS - CIVIL SUIT

DATE: 4/25/75

b6
b7c

On 4/24/75, writer telephonically contacted the Los Angeles Division regarding the results obtained from lead set out to determine whereabouts of CORNFIELD, and if the address furnished Los Angeles was in fact the residence of CORNFIELD.

In speaking with Supv. [REDACTED] it was learned that his squad conducted an FBW investigation wherein it was alleged that CORNFIELD was using "blue boxes". As a result, in January, 1975, based on search warrants, CORNFIELD's residence at 100 or 1000 Carolyn Way, Beverly Hills, was raided, and CORNFIELD was interviewed by Supv. [REDACTED]

In speaking with case agent, he advised that he had forwarded to the NYO a report by cover airtel of the FBW case. However, case agent indicated he was not aware as to whether CORNFIELD was still occupying that residence. He was requested to determine this information to which he stated he would and advise the NYO.

SA [REDACTED] was instructed to send out an urgent teletype requesting Los Angeles to determine if CORNFIELD is in fact residing at 100 or 1000 Carolyn Way.

TFJ: mkm
(1)

mbm #23



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

62-14624-65

SEARCHED	INDEXED
SERIALIZED	FILED
APR 25 1975	
ORR	

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Memorandum

TO : SAC (62-14624)

DATE: APR 29 1975

FROM : SA [REDACTED] (#23)

SUBJECT: INVESTORS OVERSEAS SERVICE, LTD;
BERNARD CORNFELD
MISCELLANEOUS CIVIL SUIT

b6
b7c

On 4/28/75, the Los Angeles Office of the FBI advised that property located on Carolyn Way, Beverly Hills, California, is owned by the Grayhall, Incorporated, and the President of this company is BERNARD CORNFELD.

On 4/28/75, AUSA PAMELA V. DAVIS, SDNY, was advised of the above information by SA [REDACTED].

CJA:bah
(2)

bah
#23



5010-110

62-14624-66

SEARCHED	INDEXED
SERIALIZED	FILED
APR 30 1975	
FBI - NEW YORK	

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

Memorandum

TO : SAC (62-14624)

DATE: APR 29 1975

FROM : SA [] (#23)

SUBJECT: INVESTORS OVERSEAS SERVICE, LTD.;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT

On 4/25/75, [] Supervisor, Los Angeles FBI Office, telephonically advised SA [] that subject according to an LA source, is currently in Morocco, where he has been for the past three days. Subject is expected to go to Paris, France from Morocco. LA source will advise LA FBI Office when CORNFELD arrives in the US.

SA [] advised that he has an agent who is currently attempting to check the tax accessors rolls so he can determine who owns the property at Carolyn Way, Beverly Hills, California.

On 4/25/75, SA [] advised AUSA PAMELA V. DAVIS, SDNY, of the above information. AUSA DAVIS advised that it is important that it be determined if subject owns the property on Carolyn Way, Beverly Hills, California, in that the case pending against subject in the SDNY may be transferred to California in the event that subject owns this property.

SA [] advised AUSA DAVIS that she will be advised immediately as soon as the LA Office determines who owns the property on Carolyn Way in Beverly Hills, California.



CJA:dbm
(2)

dm
23 *CR*

62-14624-67
SEARCHED
SERIALIZED
INDEXED
FILED
APR 30 1975
FBI - LOS ANGELES

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW

b6
b7c

F B I

Date: 4/23/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL AIRMAIL
(Priority)

TO: SAC, NEW YORK (62-14624)
FROM: SAC, LOS ANGELES (62-7594) (RUC)
SUBJECT: INVESTORS OVERSEAS SERVICES, LTD;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT
OO: New York

Re New York teletype to Los Angeles 4/21/75.

Enclosed for New York is one copy each of a
Los Angeles Times article dated 1/14/75 and Los Angeles
report of SA [REDACTED] dated 2/3/75, captioned
BERNARD CORNFELD; ET AL, ETC., ITSP - FBW.

For the information of New York, the case captioned
BERNARD CORNFELD; ET AL, ETC., ITSP - FBW is presently in
the pre-indictment stage and Assistant United States Attorney
ROBERT C. BONNER, Los Angeles, has been assigned the case
for prosecutive action.

2 - New York (Encl. 2)
1 - Los Angeles

JJF/pah
(3)

5/22/75
RECEIVED
BUREAU OF INVESTIGATION
U.S. DEPARTMENT OF JUSTICE
ON

62-14624-70

SEARCHED	INDEXED
SERIALIZED	FILED
APR 22 1975	
NEW YORK	

Approved: _____ Sent: _____ M Per: _____
Special Agent in Charge

UNITED STATES GOVERNMENT

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2008 BY AUC 60324/BAW/STP/cld b6 b7C

Memorandum

TO : SAC (62-14624)

DATE: 2/8/78

FROM : SA [REDACTED]

SUBJECT: INVESTORS OVERSEAS SERVICES, LTD;
ET - AL
OO. NEW YORK

On 2/8/78 writer at request of SAC II, [REDACTED] reviewed attached files and caption file for any info regarding communication identified on attached note. No info was located in file regarding these communications ever being received by NYO from Bureau.

On 2/8/78 [REDACTED] Bureau Supervisor was advised by writer that no info in New York file. [REDACTED] advised that Bureau file contained charge outs for original communication which were sent to New York City for trial by former Assistant Director M. Telt. Another not was located in this file that these items charged out were turned over to AUSA John Wang SDNY.

[REDACTED] stated if any other requests regarding these communications are required such request will be made in writing.



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

FBI/DOJ



b6
b7C

Invest ^{estors} Overseas Services

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

B m. 163-5483 ✓

163-2867 ✓

S. Callaghan

lyt 12/27/71
to Dr

Dir to Leg Ben
12/72

John → felt
12/22/71

Ag to Du

12/29/71

Legat B from D

12/22/71

Ly B - Du TT

1/19/72

To Du B. for Leg. Rep.

1/20/72

✓ 162 - 14624-3 *

✓ 162 - 14624-19

✓ 163 - 1348 *

92-4611-A-84

4611 - Dec 85

62-0-52791, A

709-179-809
clerk

- 1) 4/30/73 Polaroid photos of Bernard Cornfield from
ny Times 5/1/73 pg. 58 & Fortune magazine 7/68
pg. 138 of
- 2) 4/25/73 RCA billing of Arthur Lippert Corp. Jm
- 3) 4/28/75 Photo of Bernard Cornfield Jm



ny 62-14624-1A

4/30/73

of

FD-340 REV. (6-24-65)

NY
File No. 62-14624-1A08

Date Received 4/25/73

From N.Y. FILE 92-4611
(NAME OF CONTRIBUTOR)

(ADDRESS OF CONTRIBUTOR)

By SC

To Be Returned ☐ Yes

☒ No

Receipt given ☐ Yes

☒ No

Description:

POLAROID PHOTOS OF
BERNARD CORNFELD
TAKEN FROM N.Y. TIMES
5/11/70, PAGE 58 AND
FORTUNE MAGAZINE,
3/68, PAGE 138.



PF 58

TAKEN FROM FORTUNE
MAGAZINE

POLAROID® POLAROID® POLAROID® POLAROID® POLA

POLAROID® POLAROID® POLAROID® POLAROID® POLAROID® POLAROID®

NY 62-14604-1A'

14. 141. 1A'

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

File No.

62-14624-1A2
MAY 20 1973

Date Received

From

[Redacted]

(NAME OF CONTRIBUTOR)

Section #12

(ADDRESS OF CONTRIBUTOR)

b6

b7C

(CITY AND STATE)

By

[Redacted]

(NAME OF SPECIAL AGENT)

To Be Returned ☐ Yes

☒ No

Receipt given ☐ Yes

☒ No

Description:

RCA billing of
Arthur Lipper Corp.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUG 2022

PLEASE DO NOT REMOVE
THIS SLIP FROM EXHIBIT
NY 62-14624-1A2

Invoice

Radio City Communications
New York, N.Y. 10004 | Telephone (212) 362-7444

All business are due on presentation
For information regarding this invoice please refer to above address and telephone.

Account No.

ARTHUR LIPPER CORPORATION
148 BROADWAY
NEW YORK N Y 10005

MA 3 52-770
NOV 1971
PAGE 1

Date	Telegram Number	Class	Address Svc.	Destination	Number of Words	Rate Per Word	Amount
NOV 18	3450A01	10	ESCEDUARD OAK 1461	BUENOSAIRE	53	.3100	\$ 16.43
NOV 18			EQUIPMENT RENTAL	NOVEMBER 1971			\$ 11.00
NOV 18			TELEX INVOICE	ATTACHED			\$ 198.00
NOV TOTAL							\$ 225.43
***TOTAL							\$ 225.43

To send a message call (212) 362-7444. Thank you for your patronage. Our D U-S Number is 04-282-7770.

Please Return This Card With Your Check IN THE ENCLOSED ENVELOPE

In case of any difference and call to Treasurer:
Radio City Communications, Inc., 148 Broad Street, New York, N.Y. 10004

Account No. 52-770

Amount \$ 225.43

MA 3

NOV 1971

12715277000225438



For information regarding this bill please refer to 80 Broad Street, New York, N.Y. 10004. Telephone (212) 363-7444

Account No

3 ARTHUR LIPPER CORPORATION
140 BROADWAY
NEW YORK N.Y. 10005

MA
NOV 1971

52-770

Telex Service

All Bills Are Due When Rendered

Your Printer Number		Origin Area Code	For RCA Use Only	Dest A/C	Number Calls	Number of Min	Rate Per Minute	Amount
01	13450A	22	1608233	78126786	TKA	2	3.000	6 00
01	13450A	22	1725233	78126786	TKA	2	3.000	6 00
02	13450A	22	1617233	78126786	TKA	2	3.000	6 00
03	13450A	22	155402727	78126786	TKA	1	3.000	3 00
04	13450A	22	0607234	78126786	TKA	6	3.000	18 00
05	13450A	22	154982861	78126786	TKA	1	3.000	3 00
08	13450A	22	1607233	78126786	TKA	1	3.000	3 00
09	13450A	22	1614233	78126786	TKA	1	3.000	3 00
10	13450A	22	1551233	78126786	TKA	3	3.000	9 00
11	13450A	22	1612233	78126786	TKA	3	3.000	9 00
12	13450A	22	1558233	78126786	TKA	1	3.000	3 00
13	13450A	22	1746233	78126786	TKA	4	3.000	12 00
15	13450A	22	1604233	78126786	TKA	2	3.000	6 00
15	13450A	22	1552233	78126786	TKA	1	3.000	3 00
16	13450A	22	1606233	78126786	TKA	1	3.000	3 00
17	13450A	22	1608233	78126786	TKA	4	3.000	12 00
18	13450A	22	1608233	78126786	TKA	1	3.000	3 00
19	13450A	22	1558233	78126786	TKA	3	3.000	9 00
23	13450A	22	153703370	78126786	TKA	1	3.000	3 00
24	13450A	22	153602861	78126786	TKA	3	3.000	9 00
26	13450A	22	153202431	78126786	TKA	12	3.000	36 00
29	13450A	22	154503640	78126786	TKA	5	3.000	15 00
30	13450A	22						

TAX
TOTAL DUE

\$ 198 00

TOTAL CALLS
TOTAL MINUTES

22
60

* Please see reverse side for destination area code

Thank you for your patronage

Invoice

RCA Global Communications
80 Broad Street New York, N.Y. 10004 Telephone (212) 363-7444



All invoices are due on presentation
For information regarding this invoice please refer to above address and telephone.

Account No.

ARTHUR LIPPER CORPORATION
140 BROADWAY
NEW YORK N Y 10005

MA 3
DEC 1971
PAGE 1

52-770

Date	Telegram Number	Class Svc.	Address	Destination	Number of Words	Rate Per Word-Cents	Amount
DEC			EQUIPMENT RENTAL	DECEMBER 1971			\$ 11.00
					DEC TOTAL		\$ 11.00
NOV			TELEX INVOICE	ATTACHED NOV B6799			\$ 3.30
					NOV TOTAL		\$ 3.30
DEC			TELEX INVOICE	ATTACHED			\$ 204.60
					DEC TOTAL		\$ 204.60
					***TOTAL		\$ 218.90
				IN THE ENCLOSED ENVELOPE			

52-770

218.90

MA 3

DEC 1971

To send a message call (212) 363-7444. Thank you for your patronage. Our D.U.S. Number is J4-202-7730.

~~Important~~ Please Return This Stub With Your Check

017252770000218906

Include details of any difference and mail to Treasurer
RCA Global Communications, Inc., 80 Broad Street, New York, N.Y. 10004

Account
No.

Please Pay
This Amount \$

Form No. 981110

RCA Global Communications

3 ARTHUR LIPPER CORPORATION
140 BROADWAY
NEW YORK N Y 10005

MA
NOV KO 71

52-770

Telex Service

22	12450A	22	1551233 7816756	TKA	1	3.000	3 00
						TAX	30
						TOTAL DUE	\$ 3 30

TOTAL CALLS
TOTAL MINUTES

1

RCA Global Communications

3 ARTHUR LIPPER CORPORATION
140 BROADWAY
NEW YORK N Y 10005

MA
DEC 1971

52-770

Refer Service

01	13450A	22	153603125	78126786	TKA	2	3.000	6 00
02	13450A	22	153302727	78126786	TKA	4	3.000	12 00
03	13450A	22	154903640	78126786	TKA	1	3.000	3 00
06	13450A	22	154202727	78126786	TKA	1	3.000	3 00
08	13450A	22	153902335	78126786	TKA	2	3.000	6 00
09	13450A	22	154303221	78126786	TKA	5	3.000	15 00
10	13450A	22	154303131	78126786	TKA	1	3.000	3 00
13	13450A	22	154502166	78126786	TKA	1	3.000	3 00
14	13450A	22	154103040	78126786	TKA	1	3.000	3 00
15	13450A	22	165203040	78126786	TKA	1	3.000	3 00
16	13450A	22	155003221	78126786	TKA	3	3.000	9 00
16	13450A	22	1352715	78126786	TKA	6	3.000	18 00
17	13450A	22	154002266	78126786	TKA	1	3.000	3 00
20	13450A	22	153802462	78126786	TKA	6	3.000	18 00
21	13450A	22	164303251	78126786	TKA	3	3.000	9 00
21	13450A	22	154602166	78126786	TKA	2	3.000	6 00
22	13450A	22	160602634	78126786	TKA	2	3.000	6 00
23	13450A	22	153802266	78126786	TKA	5	3.000	15 00
27	13450A	22	154302431	78126786	TKA	8	3.000	24 00
28	13450A	22	154202166	78126786	TKA	1	3.000	3 00
20	13450A	22	154602431	78126786	TKA	2	3.000	6 00
31	13450A	22	155103370	78126786	TKA	4	3.000	12 00
					TKA	1	3.000	3 00

TAX
TOTAL DUE

18 60
204 60

TOTAL CALLS
TOTAL MINUTES

22
62

Invoice

RCA Global Communications
60 Broad Street | New York, N.Y. 10004 | Telephone (212) 363 7444

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld



All invoices are due on presentation

For information regarding this invoice please refer to above address and telephone.

Account No.

ARTHUR LIPPER CORPORATION
140 BROADWAY
NEW YORK N Y 10005

MA 3
JAN 1972
PAGE 1

52-770

Date	Telegram Number	Class	Addressee Svc.	Destination	Number of Words	Rate Per Word-Cents	Amount
JAN 3	3450A01	10	INTRAPACSI QAK0022	SINGAPORE	24	.2800	\$ 6.72
JAN 24	3450A01	10	INTRAPAC QAK0296	SINGAPORE	25	.2800	\$ 7.00
JAN			EQUIPMENT RENTAL	JANUARY 1972			\$ 11.00
JAN			TELEX INVOICE	ATTACHED			\$ 125.40
JAN TOTAL							\$ 150.12
***TOTAL							\$ 150.12

To send a message call (212) 363-4111. Thank you for your patronage. Our D-U-N-S Number is 04-262-7730.

Important: Please Return This Stub With Your Check

IN THE ENCLOSED ENVELOPE

Include details of any difference and mail to Treasurer;
RCA Global Communications, Inc., 60 Broad Street, New York, N.Y. 10004

Account No. 52-770

Please Pay This Amount \$ 150.12

MA 3

JAN 1972

Form No. 881118

027252770000150124



For information regarding this bill please refer to 60 Broad Street, New York, N.Y. 10004. Telephone (212) 363-7444

Account No

3 ARTHUR LIPPER CORPORATION
140 BROADWAY
NEW YORK N Y 10005

MA
JAN 1972

52-770

Telex Service

All Bills Are Due When Rendered

Date	Your Printer Number	Origin Area Code	For RCA Use Only	Dest A/C	Number Called	Number of Min	Rate Per Minute	Amount
03	13450A	22	154602166	78126786	TKA	2	3.000	6 00
04	13450A	22	155602522	78126786	TKA	1	3.000	3 00
05	13450A	22	155502727	78126786	TKA	1	3.000	3 00
06	13450A	22	154102727	78126786	TKA	4	3.000	12 00
07	13450A	22	154402335	78126786	TKA	2	3.000	6 00
10	13450A	22	154202133	78126786	TKA	2	3.000	6 00
11	13450A	22	163003775	78126786	TKA	1	3.000	3 00
11	13450A	22	155403046	78126786	TKA	3	3.000	9 00
12	13450A	22	161103040	78126786	TKA	1	3.000	3 00
13	13450A	22	155403533	78126786	TKA	1	3.000	3 00
13	13450A	22	154703125	78126786	TKA	3	3.000	9 00
14	13450A	22	154703345	78126786	TKA	1	3.000	3 00
18	13450A	22	154203370	78126786	TKA	1	3.000	3 00
19	13450A	22	155102133	78126786	TKA	1	3.000	3 00
20	13450A	22	154602266	78126786	TKA	4	3.000	12 00
21	13450A	22	160003251	78126786	TKA	1	3.000	3 00
24	13450A	22	1338714	78126786	TKA	2	3.000	6 00
27	13450A	22	172503640	78126786	TKA	4	3.000	12 00
28	13450A	22	170902431	78126786	TKA	2	3.000	6 00
31	13450A	22	153402335	78126786	TKA	1	3.000	3 00
TAX								11 40
TOTAL DUE								125 40
TOTAL CALLS			20					
TOTAL MINUTES			38					

ENCLOSURE TO NEW YORK
(1)*see per 75*
New York 62-14624
WFO 62-10727

Airtel dated 4/30/75

File No.

62-14624-1A3

Date Received

4-28-75

From

PASSPORT OFFICE

(NAME OF CONTRIBUTOR)

DEPARTMENT OF STATE

(ADDRESS OF CONTRIBUTOR)

WASHINGTON, D. C.

(CITY AND STATE)

SA

(NAME OF SPECIAL AGENT)

To Be Returned

☐

Yes

Receipt Given

☐

Yes

☒

No

☒

No

Description:

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

IF THIS PHOTOGRAPH IS DISSEMINATED

OUTSIDE THE BUREAU, THE SOURCE MUST

BE SHOWN AS "UNITED STATES GOVERNMENT"

RECORDS. THE ACTUAL SOURCE SHOULD BE

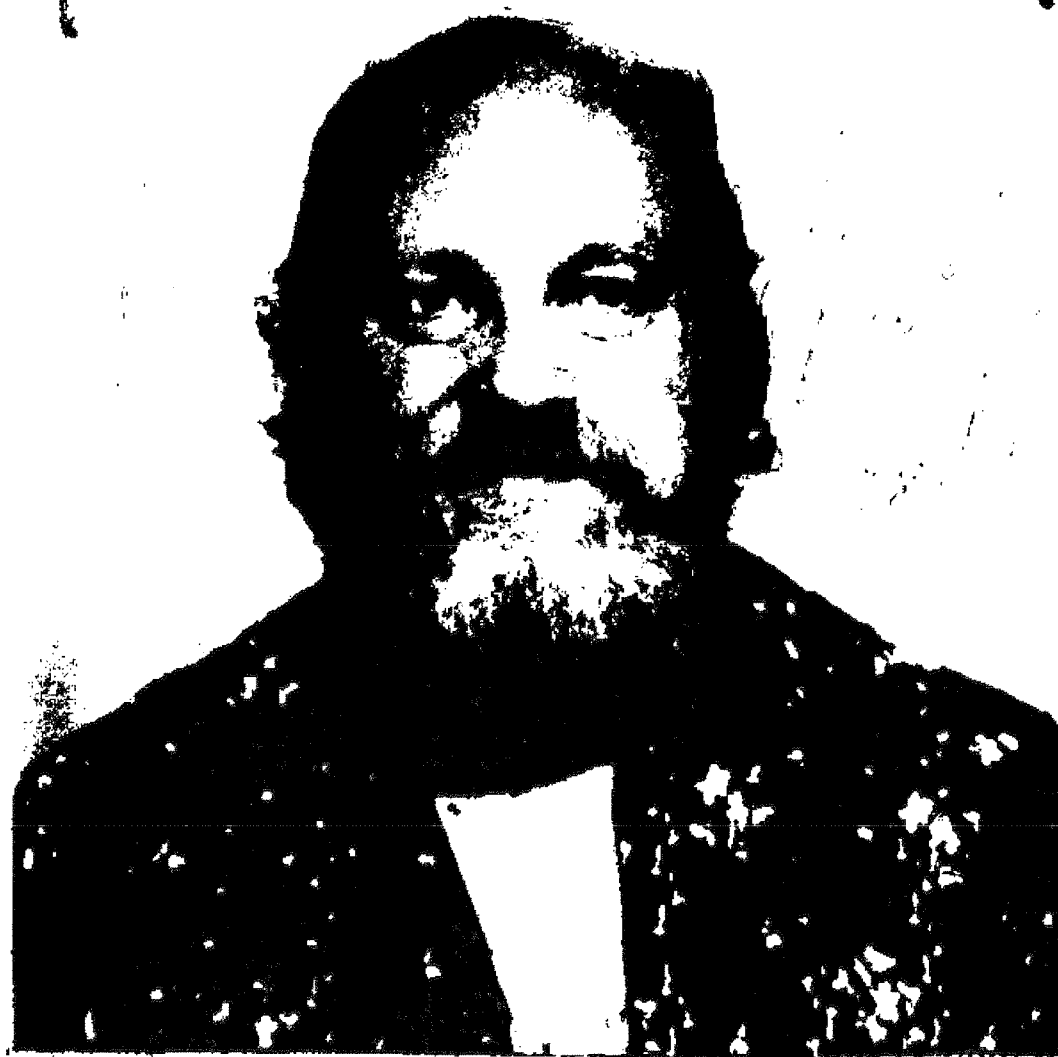
SHOWN ADMINISTRATIVELY AS THE PASSPORT

OFFICE, DEPARTMENT OF STATE.

Photo of Bernard Cornfeld

SEARCHED.....	INDEXED.....
SERIALIZED.....	FILED.....
MAY 2 1975	
FBI - NEW YORK	

Bernard Cornfeld



BERNARD CORNFELD
Oct. 1974

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

My 62- 14624- 1A3

14624-1A3

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

F B I

Date: 4/30/75

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: SAC, NEW YORK (62-14624)
FROM: SAC, WFO (62-10727) (RUC)
INVESTORS OVERSEAS SERVICES, LTD.,
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT

Re WFO airtel dated 4/25/75.

Enclosed to New York Office are nine copies of an insert in this matter. This communication represents investigation by SA [REDACTED] The files mentioned therein are those of the Passport Office, Department of State.

An information copy is designated for Los Angeles for possible assistance.

One copy each of CORNFELD's photo is enclosed to New York Office and Los Angeles.

b6
b7c

② New York (Enc. 10)
1-Los Angeles (Enc. 2) (Info)
1-WFO

KJH:cad
(4)

62-14624-75

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 2 1975	
FBI - NEW YORK	

[Handwritten signature]

Approved: NFS/HW

Special Agent in Charge

Sent QND

M

Per _____

Name		
CORNFELD (Last)	BERNARD (First)	(NMN) (Middle)
Address		
218 Rt. de Lausanne, Parco dei Principi Geneva Switzerland (Number and Street) (City) (State)		
Date of Birth (include month, day, year)	Nationality	Identifying Number
8/17/27	USA	<input checked="" type="checkbox"/> Passport Z-2002386
Requesting Office	Type of request	<input type="checkbox"/> Alien Registration
New York	<input checked="" type="checkbox"/> F1 <input type="checkbox"/> F2 <input type="checkbox"/> F3	<input checked="" type="checkbox"/> Other SSAN -088-20-0916
Date of request (incl. month, day, year)	Cancellation date (incl. month, year)	
5/2/75	12/31/75	
<p>Miscellaneous:</p> <p><i>Stop Card Placed 5/7/75 ray</i></p> <p>STOP CARD REMOVED 12/15/75 WP</p> <p>1 - INS 1 - New York (62-14624) CDM:1fk (2) YK#23 FD-315 (Rev. 9-10-68)</p> <p>FEDERAL BUREAU OF INVESTIGATION INS Lookout Notice Mail To. → Records Administration and Information Branch, Immigration and Naturalization Service, 119 D Street N. E., Washington, D. C. 20536</p> <p>62-14624-76 <input checked="" type="checkbox"/> Place <input type="checkbox"/> Remove 1975 NEW YORK</p>		

UNITED STATES GOVERNMENT

Memorandum

ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 08-22-2007 BY AUC 60324/BAW/STP/cld

TO : SAC (62-14624)

DATE: MAY 6 1975

FROM : SA [REDACTED] (#23)

SUBJECT: INVESTORS OVERSEAS SERVICE, LTD.;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT

b6
b7c

On 5/2/75, SA [REDACTED] telephonically contacted AUSA PAMELA V. DAVIS, SDNY, concerning captioned matter. AUSA DAVIS stated that at this point she feels that all possible investigation requested by her of the NYO has been conducted adequately, and can foresee no further requests at this immediate time. AUSA DAVIS further stated that inasmuch as she had previously mentioned the possibility of transferring this matter to California, ~~this~~ this decision would be made on or about 5/8/75. She stated that this decision would come from the Office of the USA, SDNY.

SA [REDACTED] informed AUSA DAVIS that appropriate INS stop notices had been placed and requested what further action she desired. AUSA DAVIS advised that should INS contact the FBI as to the whereabouts of captioned subject, that she desired the FBI to immediately contact her as soon as possible. She stated that the decision as to who would serve CORNFELD with subpoenas, would be determined in her office, and that it would probably be the marshals. AUSA DAVIS advised that she did not anticipate any further requests of the NYO until after the conference with the USA, SDNY, on 5/8/75.

CDM: ccr

(2) cc 1 # 23

ADIC
FYI

62-14624-177

SEARCHED	INDEXED
SERIALIZED	FILED
MAY 6 1975	
FBI - NEW YORK	
SAC II	



5010-110

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

New York, New York

MAY 19 1975

Investors Overseas Service, Limited;
Bernard Cornfeld

On April 8, 1975, Assistant United States Attorney (AUSA) Fank Wohl, Southern District of New York (SDNY), advised the New York Office (NYO) of the Federal Bureau of Investigation (FBI), that the United States District Judge (USDJ), SDNY, handling this matter stated that if Cornfeld was not located by May 1, 1975, he would dismiss the pending Civil Suit.

Subsequent investigation conducted by the New York Division of the FBI, developed current passport information which was used in placing appropriate stop notices with the Immigration and Naturalization Service (INS).

On April 25, 1975, efforts to locate Cornfeld at his last known residence, 1100 Carolyn Way, Beverly Hills, California, met with negative results. However, it was determined that Cornfeld was currently in Morocco, and he was expected to eventually travel to Paris, France. Cornfeld's date of return to the United States (US) is unknown.

On May 2, 1975, AUSA Pamela Davis, SDNY, was advised of the above information. On May 12, 1975, AUSA Davis advised that the case on Bernard Cornfeld in the SDNY was being closed. AUSA Davis further stated that this decision had been reached pursuant to an agreement with Cornfeld's attorneys to make future litigation in California, an alternative. AUSA Davis stated that no further investigation need be conducted by the FBI.

- 2 - Bureau
- 1 - USA, SDNY
(ATTN: AUSA PAMELA DAVIS)
- ① - New York (62-14624)

CDM:rmb
(4)

CM / *ml #23*

cc. List no. of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

62-14624-78

SEARCHED	_____
SERIALIZED	_____
INDEXED	_____
FILED	_____

Investors Overseas Service, Limited;
Bernard Cornfeld

However, she requested that if INS contacts the
FBI should Cornfeld reenter the US, the FBI should
notify her office immediately.

MAY 19 1975

DIRECTOR, FBI (163-2867)

SAC, NEW YORK (62-14624) (C)

INVESTORS OVERSEAS SERVICE, LTD.;
BERNARD CORNFELD
MISCELLANEOUS - CIVIL SUIT

b6
b7c

ReNYrep of SA [REDACTED], 9/24/74.

Enclosed for the Bu is an original and one copy of an LHM, setting forth investigation conducted on captioned subject.

One copy of the LHM is being disseminated to AUSA PAMELA DAVIS, SDNY.

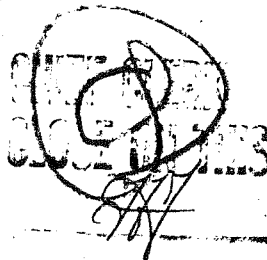
Stop notices placed with INS are being maintained in FI status.

2 - Bureau (Encls. 2)

① - New York

CDM:rmb
(3)

mt
23



FILE STRIPPED
BY [signature]

62-14624-79

Name		
Cornfeld Bernard (NMN) (Last) (First) (Middle)		
Address		
218 Rt. de Lausanne, Parco dei Principi, Geneva, Switzerland (Number and Street) (City) (State)		
Date of Birth (include month, day, year)	Nationality	Identifying Number
8-17-27	American	<input type="checkbox"/> Passport 2-2102386
Requesting Office	Type of request	<input checked="" type="checkbox"/> Alien Registration
New York	<input type="checkbox"/> F1 <input type="checkbox"/> F2 <input type="checkbox"/> F3	<input checked="" type="checkbox"/> Other SSAN 088-20-0916
Date of request (incl. month, day, year)	Cancellation date (incl. month, year)	
12-22-75	12-80	
Miscellaneous:		
STOP CARD FILED 12/25/75		
62-14624-80		
SEARCHED SERIALIZED INDEXED FILED		
<input checked="" type="checkbox"/> Place <input type="checkbox"/> Remove		
INS New York (62-14624) JWS/jws Mail To. → FD-315 (Rev. 9-10-68)		
FEDERAL BUREAU OF INVESTIGATION INS Lookout Notice Records Administration and Information Branch, Immigration and Naturalization Service, 119 D Street N. E., Washington, D. C. 20536		



United States Department of Justice

UNITED STATES ATTORNEY

SOUTHERN DISTRICT OF NEW YORK

ONE ST. ANDREW'S PLAZA

NEW YORK, NEW YORK 10007

ADDRESS REPLY TO
"UNITED STATES ATTORNEY"
AND REFER TO
INITIALS AND NUMBER

MWM:dlf

March 3, 1978

Special Agent [redacted]
Federal Bureau of Investigation
201 East 69th Street
New York, NY 10021

Dear [redacted]

I am in receipt of the copies recently furnished
by you of the FBI documents turned over to this office
during the trial of United States v. John Mitchell
and Maurice Stans, 73 Cr. 439.

I have located originals of these copies and
confirmed by telephone with [redacted] of the FBI
Office in Washington that the originals are here in
the U.S. Attorney's Office and that these copies
fully correspond to the originals. We shall retain
the originals at this Office until such time as all
pending matters relating to this case have been
terminated.

b6
b7C

Very truly yours,

62-14624-81

ED	INDEXED
ALIZED	FILED

MAR 23 1978

ROBERT B. FISKE, JR.
United States Attorney FBI - BQ

By:

[redacted signature box]

Legal Assistant

2- BUREAU (63-2867)
1- (62-15135) [redacted]
① (62-14624)

NOTE: Submit ORIGINAL and ONE COPY.

Name		
CORNFELD (Last)	BERNARD (First)	NMN (Middle)
Address		
ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 08-22-2007 BY AUC 60324/DAM/STP/cld (Number and Street) (City) (State)		
Date of Birth (include month, day, year) * 8/27/17	Nationality US	Identifying Number <input checked="" type="checkbox"/> Passport Z-2102386 <input type="checkbox"/> Alien Registration <input checked="" type="checkbox"/> Other SSAN: 088-20-0916
Requesting Office	Type of request <input checked="" type="checkbox"/> F1 <input type="checkbox"/> F2 <input type="checkbox"/> F3	
Date of request (incl. month, day, year)	Cancellation date (incl. month, year) 3/1/80	
Miscellaneous:		
<p>STOP CARD REMOVED 2/83 Jm</p> <p>62-14624-82 SEARCHED SERIALIZED INDEXED FILED <input type="checkbox"/> Place <input checked="" type="checkbox"/> Remove</p> <p>1- INS 1- NY (62-14624) To. → CDM FD-315 (Rev. 12-3-76)</p> <p>FEDERAL BUREAU OF INVESTIGATION INS Lookout Notice Records Administration and Information Branch, Immigration and Naturalization Service, 425 "Eye" Street, N.W., Washington, D. C. 20536</p>		